

2016
TOWN OF GREECE
CONSOLIDATED ANNUAL PERFORMANCE AND EVALUTION REPORT



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CR-05 - Goals and Outcomes

Progress the jurisdiction has made in carrying out its strategic plan and its action plan. 91.520(a)

This could be an overview that includes major initiatives and highlights that were proposed and executed throughout the program year.

The Town of Greece's 2016 Program Year, like previous years, has continued to be designed to address one (1) of three (3) objectives and areas of high priority in the Town's Five-Year Consolidated Plan. These objective, again have not change over past years and are based on an analysis of Greece's needs in the areas of housing, community service, and public works/facility improvements. These include: 1) Replacement of deteriorated or obsolete public infrastructure systems, most often found in Greece's older neighborhoods; 2) Preservation of Greece's large number of older housing units, usually occupied by lower-income homeowners; 3) Meeting the service requirements of three groups of town residents: the frail and isolated elderly, lower-income residents dealing with housing related issues, and persons with disabilities.

The first objective was addressed by the Public Works activity which was funded for one road reconstruction project on a residential street, Conrad Drive (from Stone Road, north to Stonewood Avenue to where it dead ends), which is located within a 2010 CDBG Target area. Improvements did include roadway resurfacing and sidewalk replacement.

As mentioned in last year's CAPER, the service need activity for the Comprehensive Housing Counseling Program was not funded for this program year, due to a decrease received in grant funds to the Town. However, the service need for Greece's Elder Care Program, which serves the frail and the isolated elderly was ongoing and remains a vital program. The Safety and Security for Seniors (Home Safe Home), which provides funding for safety assessments and minor modifications to homes owned by lower-income elderly persons was also fully funded.

Comparison of the proposed versus actual outcomes for each outcome measure submitted with the consolidated plan and explain, if applicable, why progress was not made toward meeting goals and objectives. 91.520(g)

Categories, priority levels, funding sources and amounts, outcomes/objectives, goal outcome indicators, units of measure, targets, actual outcomes/outputs, and percentage completed for each of the grantee's program year goals.

Goal	Category	Source / Amount	Indicator	Unit of Measure	Expected – Strategic Plan	Actual – Strategic Plan	Percent Complete	Expected – Program Year	Actual – Program Year	Percent Complete
Improve public infrastructure		CDBG: \$	Public Facility or Infrastructure Activities for Low/Moderate Income Housing Benefit	Households Assisted	200	102	51.00%	200	102	51.00%
Repair and conserve existing housing stock	Affordable Housing	CDBG: \$	Homeowner Housing Rehabilitated	Household Housing Unit	40	40	100.00%	40	40	100.00%

Table 1 - Accomplishments – Program Year & Strategic Plan to Date

Assess how the jurisdiction’s use of funds, particularly CDBG, addresses the priorities and specific objectives identified in the plan, giving special attention to the highest priority activities identified.

The following are the 2016 program year allocations for grant activities that addressed Greece's goals and objectives, aside from Planning and Administration. They were:

Greece Residential Improvement Program (GRIP) \$180,000; Home Safe Home Program (Lifespan) \$10,000; 2016 Public Works Improvements (Town DPW) \$145,000; Elderly Care Program \$40,000; and General Planning and Administration \$20,839.

The Town received a block grant from HUD's Community Development Block Grant in the amount of \$395,839.

The Town of Greece was able to maintain the activities listed above, which are a continued priority of its Consolidated Plan. However, the continued reduction of Greece's block grant since its inception in the CDBG program from many years ago, has placed a negative impact on the scope of the Town's existing activities and its inability to add new ones. Due to yet another reduction in grant funds, the Town did not have the

ability to support the Comprehensive Housing Counseling Program (Housing Council) for the 2016 program year and thus has been eliminated as an activity for that program year as described in the 2016 Action Plan. Given that most of the activities that constitute Greece's program have been funded for a multitude of years, the Town has had sufficient opportunity to review the effectiveness of these activities and to make modifications where necessary. The Town's reviews have been supplemented by HUD's program monitoring and the provision of technical assistance from the Buffalo Area Office representatives.

CR-10 - Racial and Ethnic composition of families assisted

Describe the families assisted (including the racial and ethnic status of families assisted).

91.520(a)

	CDBG
White	347
Black or African American	22
Asian	2
American Indian or American Native	0
Native Hawaiian or Other Pacific Islander	0
Total	371
Hispanic	2
Not Hispanic	369

Table 2 – Table of assistance to racial and ethnic populations by source of funds

Narrative

Similar to past program years and including this reporting period, 100% of Greece's CDBG funds, excluding General Planning and Administration expenditures, has been allocated to activities directly benefitting low- and moderate-income persons, regardless of race or ethnic status. The majority of these funds were allocated to activities such as the Elder Care and GRIP programs, which serve a very large number of extremely low- and very-low income senior citizens, many of which reside within Greece's Community Development Target areas. Greece has followed a strategy since the beginning of its CDBG program of preserving its most vulnerable neighborhoods through a combination of targeted public infrastructure improvements, such as road and sidewalk repair, and the availability of housing rehabilitation grants to low- and moderate-income owner-occupants. This strategy has contributed to the preservation of Greece's older residential areas - consisting of mostly low-income seniors, who have resided in the town for most of their lives.

The impact that Greece's CDBG activities have had on neighborhood and community problems is most noticeable for those programs that are site specific. Similar to previous years, for the 2016 program year, these activities again included the Greece Residential Improvement Program (GRIP) and the Public Work Improvements Program. As a result of these programs, physical improvements and the stability of the neighborhoods in which they are located have increased and their appearance upgraded. Additionally, through the focused allocation of block grant funds, however limited, to target areas, the Town has been able to preserve and in some cases, upgrade older-vulnerable residential neighborhoods. By limiting its block grant allocations to a small number of on-going activities, the Town has been able to provide long-term predictability to its funding actions and to realize maximum impacts.

With the exception of Planning and Administration activities, Greece's block grant funds have been allocated to activities that directly benefit low- and moderate-income persons. A very large percentage of these funds have been allocated to the GRIP Program, which over the years has rehabilitated hundreds of homes occupied by lower-income households. This activity alone has contributed to Greece's supply of decent, affordable housing and the quality of life of the low- and moderate-income homeowners residing within these low- and moderate income neighborhoods. Also contributing to the quality of life of Greece's large elderly population, the Elder Care Program, which provides essential services to frail and isolated seniors throughout the Town. In many cases, this program has enabled vulnerable seniors to remain in their homes and avoid institutionalizing.

CR-15 - Resources and Investments 91.520(a)

Identify the resources made available

Source of Funds	Source	Resources Made Available	Amount Expended During Program Year
CDBG	CDBG	395,839	253,199
HOME	HOME		
HOPWA	HOPWA		
ESG	ESG		
Other	Other		

Table 3 - Resources Made Available

Narrative

The Towns of Greece and Irondequoit are members of the Monroe County HOME Program Consortium. This program along with the Town's GRIP program, continues to serve those (low- to low-moderate income) residents most in need, while maintaining the quality of program services and overall community benefits. The Towns of Greece and Irondequoit administer their own CDBG programs, therefore, the HOME program is the only program administered by Monroe County on behalf of the Towns of Greece and Irondequoit. The HOME program attracts substantial private and other public dollars into its funded projects. The potential sources of these leveraged HOME funds (other than match funds) are many. Please refer to Monroe County's CAPER for additional information.

Identify the geographic distribution and location of investments

Target Area	Planned Percentage of Allocation	Actual Percentage of Allocation	Narrative Description
Almay Road	37		
Conrad Drive	37	37	Work Done 16-17 Program Year
Estall Road	37		
Forgham Road (from Stonewood to Britton)	37		
Westwood Drive	37		
Willmae Road	37		

Table 4 – Identify the geographic distribution and location of investments

Narrative

The Town's Public Work Improvement Program is the only activity that provides funding (for road reconstruction/improvements in a residential area of the Town) that does not fall within one (1) of the categories of presumed limited clientele low- and moderate-income benefit. Incorporating the 2010

Census data for a HUD specific target area, direct benefit to low-and moderate-income residents for this activity is based upon its location with Greece's upper quartile target areas, which contains the Town's highest percentages of low- and moderate-income persons. Other activities funded (Elder Care and Home Sweet Home) are continually designed to address the service needs of senior residents over the age of 55 - town wide - meriting special attention of the frail and the isolated elderly and lower-income elderly persons. In addition, the Greece Residential Improvement Program (GRIP) is designed for those residents - on a town wide basis - that meet the qualifications of the program.

Leveraging

Explain how federal funds leveraged additional resources (private, state and local funds), including a description of how matching requirements were satisfied, as well as how any publicly owned land or property located within the jurisdiction that were used to address the needs identified in the plan.

During the reporting period, the Town of Greece has continued its partnership with Monroe County through our membership in Monroe County's HOME Consortium. Among its many benefits to Greece residents, the Town's membership in the Consortium has increased the amount of funding allocated to housing rehabilitation projects in the form of grants to extremely low- and low-income homeowners. Monroe County HOME funds, when available, are continued to be used to help finance the construction of affordable housing projects located in the Town of Greece. As with the Town of Greece, Monroe County has also experienced a decrease over the years in its grant funding.

The "Rehabilitation Activities Grantee Performance Report" (HUD Form 4949.5), which has been included in the Appendix to the 2016 CAPER, provides information regarding the amounts of private homeowner and public funds that have been allocated to the rehabilitation of substandard homes in the Town of Greece, which are occupied by lower-income households.

Whenever possible, the Town of Greece satisfies matching requirements through the provision of "in-kind" services, which consist of services provided by employees of the Town at no additional cost to the program in question. The Town of Greece will continue the practice of leveraging its block grant funds, whenever possible, with resources and services available from other area governments and not-for-profit agencies. This strategy has been especially effective with Greece's continued membership and participation in the Monroe County HOME Consortium, which has enabled the Town to supplement the Greece Residential Improvement Program (GRIP) with funds from the County's HOME Program. In the future, the Town will continue to seek out additional opportunities to partner with other area governments and not-for-profits to supplement our own resources.

CR-20 - Affordable Housing 91.520(b)

Evaluation of the jurisdiction's progress in providing affordable housing, including the number and types of families served, the number of extremely low-income, low-income, moderate-income, and middle-income persons served.

	One-Year Goal	Actual
Number of Homeless households to be provided affordable housing units	0	0
Number of Non-Homeless households to be provided affordable housing units	0	0
Number of Special-Needs households to be provided affordable housing units	0	0
Total	0	0

Table 5 – Number of Households

	One-Year Goal	Actual
Number of households supported through Rental Assistance	0	0
Number of households supported through The Production of New Units	0	0
Number of households supported through Rehab of Existing Units	0	137
Number of households supported through Acquisition of Existing Units	0	0
Total	0	137

Table 6 – Number of Households Supported

Discuss the difference between goals and outcomes and problems encountered in meeting these goals.

Given the continued constraints presented by very limited block grant funds and the continued decrease in actual funding received, we believe that the Town of Greece has continued to provide a reasonable effort to addressing its needs, goals, outcomes and objectives. As demand for services continues to increase and the size of the Town's block grant continually decreases, the Town has not been able to adequately address the level of demand that now exists. Unless alternative funding sources can be

found and given present trends of decreased in funds, it is expected that these situations (demand vs. assistance available) will only worsen.

Discuss how these outcomes will impact future annual action plans.

A major impediment to the realization of Greece's strategies and overall vision is the continued limiting of financial resources for the program. Since the beginning of the Town's CDBG Program in the 1970s, Greece has used its block grant allocations to fund/provide housing rehabilitation grants to low-and very low-income home owner-occupants. The cumulative effect of these grants has been the preservation of Greece' large supply of affordable single-family, owner-occupied housing, which remains one of the Town's highest priorities. On average, Greece was able to serve just over 40 households each year through GRIP, its home rehabilitation program. This past program year the town was able to serve households within this range, but it was accomplished with a continued decline in CDBG funds. The Town has lowered their single-family maximum value to \$119,000 for a homeowner to be eligible for GRIP funding, which became effective for the 2013-2014 program year. The GRIP program still has a waiting list each year and it grows in numbers. Also, Town staff regularly received inquiries regarding the requirements for the program. It is expected that future assistance on the number of residences served will decrease as CDBG block grant funds continue to decrease. As a result, Greece has supplemented its scarce block grant funds with Federal and State recourses administered by other local government agencies and not-for-profits whenever possible. The most notable among these partnerships is with Monroe County' HOME Consortium. It has been the Town's ongoing practice to refer applicants to other government funded programs whenever they are eligible.

Include the number of extremely low-income, low-income, and moderate-income persons served by each activity where information on income by family size is required to determine the eligibility of the activity.

Number of Households Served	CDBG Actual	HOME Actual
Extremely Low-income	49	0
Low-income	162	0
Moderate-income	162	0
Total	373	0

Table 7 – Number of Households Served

Narrative Information

As in previous program years, the Town of Greece intends to continue giving priority to the provision of affordable rental housing for seniors and persons with disabilities and rehabilitation assistance for houses occupied by low and very-low income homeowners. During the 2016 Program Year and previous years before that, the Town has continued to be involved with the development of new, affordable housing for low-income seniors. The Town's Department of Development Services continues to work closely and engage with developers for several housing projects within the Town.

CR-25 - Homeless and Other Special Needs 91.220(d, e); 91.320(d, e); 91.520(c)

Evaluate the jurisdiction's progress in meeting its specific objectives for reducing and ending homelessness through:

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

The CoC is the lead entity for the Continuum of Care planning and management process, including direct oversight of the implementation of the CoC's Homeless Management Information System (HMIS), project monitoring and establishment of project priorities. The overall system's goal is to appropriately transition individuals from homelessness to their maximum level of self-sufficiency. The assistance of a consultant with the New York Council of Non-Profits (NYCON), the CoC amended its by-laws in an effort to better align itself with the HEARTH Act. This was voted on and passed by the Executive Committee as well as the full CoC membership in April of 2013.

The CoC established a Chronic Homeless Subcommittee over a year ago to address the issue of chronic homelessness in our community. Since there continues to be an increased focus on identifying individuals and families who are chronically homeless, the committee continues working on securing permanent supportive housing for these households that can meet their needs. Of particular concern is the unsheltered homeless population who sleep in multiple locations throughout the community. Outreach teams continue to go out bi-monthly and work to engage individuals offering placement and support in safe alternative sites. The Coordinator from the CoC reaches out to various local law enforcement agencies, including the Greece Police Department, pertaining to the yearly Point-In-Time (PIT) homelessness counts throughout Monroe County.

Please refer to Monroe County's 2016 CAPER and the Rochester-Monroe County Homelessness CoC CAPER Submittal for more detailed information.

Since 2002, the Town of Greece has been a member of the Rochester/Monroe County Homeless Continuum of Care Team (CoC). The CoC continues to conduct ongoing comprehensive, collaborative planning process involving representatives from a multitude of constituencies in the Rochester metropolitan area, necessary to effectively plan a comprehensive continuum of care for the homeless.

Addressing the emergency shelter and transitional housing needs of homeless persons

Not Applicable (The Town of Greece does not receive Emergency Shelter Grants)

Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: likely to become homeless after being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); and, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs

In addition to working directly with the CoC - Greece's strategy to help prevent homelessness for individuals and families with children who are imminent risk of becoming homeless consists of providing, on a continuing basis, a block grant funded program designed to address this problem. The Elderly Program, addresses the needs of the frail and isolated elderly, many of whom require assistance to remain independent and in their own homes for as long as possible. However, as already stated previously, as a result of the decrease in the Town's 2016 Block Grant, the Town was unable to fund the Comprehensive Housing Counseling program, which provided counseling services to low-income residents with unresolved housing issues, including the need for replacement housing.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

The CoC Team continues to monitor the CoC system to ensure that the chronically homeless are accessing mainstream financial entitlements and services providers in a timely manner. A major focus of recent activities has been to work with unsheltered chronically homeless persons identified as living in parking garages and other places not meant for human habitation and providing alternative housing options. The community has been successful in past years in relocating a number of persons from an "encampment" to a housing situation that was more suitable. Community providers continue to work with these persons to further engage them in services.

CR-30 - Public Housing 91.220(h); 91.320(j)**Actions taken to address the needs of public housing**

Not Applicable (There are no public housing units located in Greece).

Actions taken to encourage public housing residents to become more involved in management and participate in homeownership

Not Applicable (There are no public housing units located in Greece).

Actions taken to provide assistance to troubled PHAs

Not Applicable (There are no public housing units located in Greece).

CR-35 - Other Actions 91.220(j)-(k); 91.320(l)-(j)

Actions taken to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment. 91.220 (j); 91.320 (i)

In 2016, in conjunction with Monroe County and the Town of Irondequoit, an updated Analysis of Impediments to Fair Housing Choice in Monroe County, New York (AI) was completed. The AI identified a complex series of issues frequently interacting with one another to limit housing choice for protected class members. Fair housing actions frequently take time to accomplish and cross over program years and funding cycles. The Fair Housing Action Plan continues to address the priorities identified in Phase I. The Fair Housing Action Plan was designed to eliminate barriers to fair housing choice by establishing four basic priorities and strategies within each priority in order to address these issues: 1) Provide Fair Housing Education and Outreach; 2) Increase the Supply of Assisted Housing; 3) Promote Sustainable Minority Home Ownership; & 4) Expand Appropriate Housing Opportunities for Minorities, Seniors, Disabled and Homeless Populations.

Actions taken to address obstacles to meeting underserved needs. 91.220(k); 91.320(j)

The greatest obstacle to meeting underserved needs is the limited funding for CDBG programs the Town receives. The demand for resources is ever-increasing, particularly in the area of community services. In the 2016 program year, a large portion of CDBG funding was provided to support the Town's Greece Residential Improvement Program (GRIP). Because of the tremendous and ever-growing need, the Town of Greece relies on additional supplements of programs funded by its block grant with services provided by other area governments and not-for-profit, such as the Monroe County HOME Program. Although this enables Greece residents to participate in programs that otherwise would not be available to them, and lessens dependence upon the Town's limited block grant funds, which Monroe County has also experienced.

Actions taken to reduce lead-based paint hazards. 91.220(k); 91.320(j)

The Town's written policies governing the administration of the GRIP program specify the actions that must be taken when the rehabilitation of a house will result in the disturbance of painted surfaces. These actions, which are in compliance with HUD's Lead-based Paint Regulations, include the testing of painted surfaces for lead-based paint by a certified official and the removal of the paint if the test is positive. Further, the Town requires that a qualified vendor must certify that the lead-based paint has been removed and no longer constitutes a hazard to the houses' occupants. The financial assistance provided by GRIP to lower-income homeowners includes payment for all analyses performed by the Town's testing vendor, as well as for the remediation of lead-based paint hazards. The Town also

incorporates all relevant Federal lead-based paint regulations in the bid document and contract for housing rehabilitation projects that its block grant helps to fund. All lead-based paint risk assessments and clearance testing are conducted under contract for one year. Each spring a new Request for Proposal is issued for these services and a contract is selected, approved by Town Board and put in place for one year's time.

Actions taken to reduce the number of poverty-level families. 91.220(k); 91.320(j)

Due to a disproportionate percentage of Greece's elderly population falling below the area's poverty level, the Town recognizes the importance of addressing this group's special needs through Greece's CDBG program. During the 2016 reporting period, block grant funds were used by the Town to provide its most at-risk senior citizens with services that are designed to ensure their continued independence and well-being. The Town's Elder Care Program provides Greece's frail and isolated seniors with referral, housekeeping, transportation, and other services. Other activities funded by Greece's block grant program, such as the Greece Residential Improvement Program (GRIP), while not limited to the elderly, does have a large number of participants that are seniors.

Actions taken to develop institutional structure. 91.220(k); 91.320(j)

The most important action taken by the Town of Greece during the program last year to overcome gaps in institutional structures and enhance coordination, continues to be the Town's on-going efforts with Monroe County in the areas of affordable housing and economic development. These efforts include Greece's participation in the Monroe County HOME Consortium and its sponsorship with Monroe County and the Town of Irondequoit of the aforementioned - updated 2016 Analysis of Impediments.

Greece is also a member of the Rochester/Monroe County Homeless Continuum of Care Team (CoC) which is charged with developing, maintaining, monitoring and continuously improving a continuum of care system of services for area homeless individuals and families. Since the 2015 program year, a Town staff member has been voted and continues to serve on the Board of Directors of CoC.

Actions taken to enhance coordination between public and private housing and social service agencies. 91.220(k); 91.320(j)

Coordination is enhanced through the Town's continued working relationships with several area public and not-for-profit agencies. Among these is the Monroe County Department of Planning and Development, with which the Town of Greece has had a long and productive partnership, especially in

the area of affordable and fair housing programs, community development, and other land use planning matters.

The Town's continued contact with providers of services to homeless persons takes place on an on-going basis through its continued membership on the Rochester/Monroe County Continuum of Care (CoC) Team. Coordination of housing services has and will continue to be facilitated by the not-for-profit Housing Council's sub-recipient relationship with the Town. Greece has also continued its dialogue with other housing and social service agencies, including the Catholic Family Services, Providence Housing and Rural Opportunity Inc., to explore possible cooperation and mutual assistance, especially in the area of affordable housing construction.

Identify actions taken to overcome the effects of any impediments identified in the jurisdictions analysis of impediments to fair housing choice. 91.520(a)

For the 2016 program year, as like past years, the Town continues to be involved with the development of new affordable housing projects for low-income senior citizens. As a result of changing economic times and the continued choice of seniors to choose where they want to live and utilize services they need and want to maintain the lifestyle they choose, the Town of Greece has recognized that the greatest need of seniors is providing affordable housing. Town Board rezoning of lands has provided for the further development of affordable housing for seniors and the town will continue to give priority to the provision of affordable rental housing for senior and persons with disabilities and rehabilitation assistance. Greece's Department of Development Services has in the past and continues to work closely with developers for several senior housing projects within the town that are either completed, near completion or beginning construction.

CR-40 - Monitoring 91.220 and 91.230

Describe the standards and procedures used to monitor activities carried out in furtherance of the plan and used to ensure long-term compliance with requirements of the programs involved, including minority business outreach and the comprehensive planning requirements

The frequency and type of monitoring continues to be performed by the town depending on the nature of the activity being monitored. Public Services, such as Greece's Elder Care Program is monitored monthly, based upon data supplied by the agencies responsible for their administration. On-site visits by the CBDG Administrator(s) is also conducted to ensure that all procedures pertaining to privacy and client confidentiality are being properly administered. The Home Safe Home program is also monitored by the CBDG Administrator(s) based on data submitted, through site visits, by payment vouchers and through general correspondence with their staff.

Street reconstruction projects, undertaken as part of the Town's Public Works Improvements Program, are monitored throughout their construction by staff inspectors of Greece's Department of Public Works. The CBDG Administrator(s) also partakes in pre-construction meetings and interviewing of contractor employees during the project construction. The Greece Residential Improvement Program (GRIP) has its own Administrator, who among other things, is responsible for collecting and verifying all program documentation for each participating homeowner. The Administrator is overseen by the CBDG Administrator(s) to ensure that again, client confidentiality and all documentation is being properly administered.

Citizen Participation Plan 91.105(d); 91.115(d)

Describe the efforts to provide citizens with reasonable notice and an opportunity to comment on performance reports.

The Town's policies and procedures relative to citizen participation in its CBDG Program have not changed, but have remained the same over the years. These policies and procedures reflect demographic and other characteristics of a suburban community. Low-income, minority and disabled residents are not concentrated in easily identifiable geographical areas, but rather are scattered throughout the town. These groups tend not to be organized or represented by local organizations, making direct contact impractical, and it has been determined that the most effective outreach strategy for encouraging the participation of these groups is through the use of local publications, including a

quarterly town newsletter, local newspapers, informational brochures, the town's website and through staff at the Town's Community and Senior Center.

The town supplements its outreach activities through the dissemination of information on individual programs at locations frequented by lower-income residents, including the elderly and disabled. A public notice is placed in the town's local newspaper and posted on the town's website inviting residents, community groups, and not-for-profits to submit their comments for the expenditure of block grant funds.

CR-45 - CDBG 91.520(c)

Specify the nature of, and reasons for, any changes in the jurisdiction's program objectives and indications of how the jurisdiction would change its programs as a result of its experiences.

Program objectives have remained the same throughout past program years, including activities funded. The only changes over past program years is the reduction in funding provided to each activity, which has resulted in a consistent reduction per activity due to the decrease of funding from HUD.

Does this Jurisdiction have any open Brownfields Economic Development Initiative (BEDI) grants?

No

[BEDI grantees] Describe accomplishments and program outcomes during the last year.

CR-45 - CDBG 91.520(c)

Specify the nature of, and reasons for, any changes in the jurisdiction's program objectives and indications of how the jurisdiction would change its programs as a result of its experiences.

Program objectives have remained the same throughout past program years, including activities funded. The only changes over past program years is the reduction in funding provided to each activity, which has resulted in a consistent reduction per activity due to the decrease of funding from HUD.

Does this Jurisdiction have any open Brownfields Economic Development Initiative (BEDI) grants?

No

[BEDI grantees] Describe accomplishments and program outcomes during the last year.

Attachment

4949.5 Form   Attachment Legal Notice

**Rehabilitation Activities
Grantee Performance Report**
Community Development Block Grant Program

U.S. Department of Housing
and Urban Development
Office of Community Planning
and Development

OMB Approval No. 2506-0077(exp. 5/31/97)

Public reporting burden for this collection of information is estimated to average 5 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to the Reports Management Officer, Paperwork Reduction Project (2506-0077), Office of Information Technology, U.S. Department of Housing and Urban Development, Washington, D.C. 20410-3600. This agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless that collection displays a valid OMB control number.

Do not send this form to the above address.

Instructions

Name of Grantee: Enter the grantee's name as shown on the approved Grant Agreement (form HUD-7082) for the most recently completed program year.

Grant Number: Enter the grant number assigned by HUD to the Community Development Block Grant for the most recently completed program year.

Period Covered: Enter the beginning date and ending date for the most recently completed program year.

Name of Grantee Town of Greece		Grant Number	Program Year From 8/1/16 To 7/31/17	
All grantees must submit this form, whether or not they have CDBG-funded rehabilitation programs.		Single-unit Activities (One Unit Structures)		Multi-unit Activities (Two or More Unit Structures)
1. Check box only if grantee had no CDBG rehabilitation activities		none <input type="checkbox"/>	none <input type="checkbox"/>	
2. Staffing number of Staff-Years (FTE staff years to tenths)		0.6		
3. Current Program Year Expenditures. Activity delivery costs from CDBG funds				
a. Staff costs: Amount expended for staff years in 2 above		\$ 30,052	\$	
b. Other direct costs (not included in line 4)		\$ 2,794	\$	
4. Current Program Year Expenditures. For all projects (both open and completed), enter amount expended during the program year (a+b+c below)		\$ 189,623.44	\$	
a. CDBG funds expended		\$ 147,798.44	\$	
b. Other public (Federal, State, Local) funds expended		\$ 65,768	\$	
c. Private funds expended		\$ 21,626	\$	
5. Projects/Units Rehabilitated/Committed				
a. Number of projects committed (multi-unit only)		0	Projects	
b. Number of units committed		8	Units	
6. Obligations. Amount obligated (a + b + c below) for projects/units committed in 5a and 5b		\$ 38,400	\$	
a. CDBG funds obligated		\$ 38,400	\$	
b. Other public (Federal, State, Local) funds obligated		\$ 0	\$	
c. Private funds obligated		\$ 0	\$	
7. Projects/Units Rehabilitated/Completed				
a. Number of projects completed (multi-unit only)		0	Projects	
b. Number of units completed		40	Units	
8. Cumulative Expenditures. Enter the total amount of funds expended during the current and prior program years for projects completed during the program year (a + b + c).		\$ 278,392.44	\$	
a. CDBG funds expended		\$ 190,898.44	\$	
b. Other public (Federal, State, Local) funds expended		\$ 65,768	\$	
c. Private funds expended		\$ 21,626	\$	

Individuals may copy this form on office copiers as needed.
Previous Editions are Obsolete.
Retain this record for 3 years.

page () of ()

form HUD-4949.5 (5/93)
ref. Handbook 6510.2

NARRATIVE OF COMPLETED REHABILITATION PROJECTS

Greece Residential Improvement Program (GRIP). This program provides grants of up to \$4,800 to low/mod-income owner occupants requiring housing rehabilitation assistance. The program, which is made available on a town-wide basis, is designed to help eliminate code violations and emergency situations. 100 percent of grants are provided to homeowners that meet the program guidelines. Applications are mailed on a first come, first serve basis.

40 Single-unit structures that were completed during the 2016-2017 program year under this program.

Also, HOME program funds provided through the Monroe County HOME Consortium have been used to supplement GRIP grants for the rehabilitation of severely deteriorated houses.

4 Single-unit residential structures were assisted through the Monroe County Home Consortium Substantial Rehabilitation Program during the 2016-2017 program year.

32 Single-unit residential structures were assisted through the Pathstone Weatherization Program during the 2016-2017 program year.

97 Single-unit residential structures that were assisted through Lifespan of Greater Rochester's Home Safe Home Program during the 2016-2017 program year.

The Daily Record Company - NY

1 of 1

The Powers Building 16 West Main Street
Rochester, NY 14514
1 (585) 232-8920
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John T. Caruth
Town of Greece
1 Vine Trolley Blvd
Greece, NY 14612-5016

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Order # Daily Record (NY)
Placement Government
Schedule 10/24/2017 - 10/24/2017
of Times 1 insert
Base Charge* 55.02
Add'l Charges/Disc* 10.00
Payment Amount 0.00
TOTAL: 65.02
(Not an Invoice)

ORDER KEYWORDS:

LEGAL NOTICE TOWN OF GREECE
2016 CONSOLIDATED ANNUAL
PERFORMANCE AND EVALUATION
REPORT - THE CONSOLIDATED
ANNUAL PERFORMANCE AND
EVALUATION REPORT (CAPER)
FOR THE TOWN OF GREECE'S 2016
COMMUNITY DEVELOPMENT
BLOCK GRANT PROGRAM WHICH
RAN FROM AUGUST 1, 20

Anchor Rate: \$55.02
Subsequent Rate: \$0.00

LEGAL NOTICE TOWN OF GREECE 2016 CONSOLIDATED ANNUAL PERFORMANCE AND EVALUATION REPORT

The Consolidated Annual Performance and Evaluation Report (CAPER) for the Town of Greece's 2016 Community Development Block Grant Program (which ran from August 1, 2016 to July 31, 2017) is available for the public's review and comment at the Greece Town Hall, Department of Development Services, 14612 Vine Trolley Blvd, Room of 5010 A-B, to \$100 B.M., Monday through Friday.

The Consolidated Annual Performance and Evaluation Report (CAPER) which was prepared by the Town pursuant to Title 1 of the Housing and Community Development Act of 1974, as amended, includes information pertaining to development occurring during Greece's 2016 Community Development program year, which ended July 31, 2017.

Inquiries under comments regarding Greece's 2016 Consolidated Annual Performance and Evaluation Report (CAPER) should be addressed to the Department of Development Services at Greece Town Hall, One Vine Trolley Boulevard, Greece, New York 14612 or you may contact John T. Caruth, Clerk, Administrator/Planning Assistant by telephone at (585) 723-2412 or e-mail at jcaruth@dailyrecord.com, 11429534 10-24-17.

Customer: 10023327 Town of Greece

*Changes to this order may result in pricing changes.

Order: 11429534

Printed: 12/30/2016 on 10/23/2017 by Tammy Meredith

Annual Assessment & Program Year Review



U.S. Department of Housing and Urban Development
Buffalo Office
465 Main Street
Buffalo, New York 14203-1780
(716) 551-5755

JAN 05 2017

Mr. William D. Reilich
Supervisor
Town of Greece
One Vince Tofany Boulevard
Greece, NY 14612

Dear Mr. Reilich:

SUBJECT: Community Development Block Grant (CDBG); Fiscal Year 2015
Program Year Review Letter (PYL); Town of Greece, New York

Title I of the National Affordable Housing Act and the Housing and Community Development Act of 1974 requires that a determination be made by HUD as to whether the grant recipient is in compliance with the statutes and has the continuing capacity to implement and administer the program for which assistance was received. As a result of our Program Year Review, we have determined that your overall performance is satisfactory. This determination is based on the information contained in the Consolidated Annual Performance and Evaluation Report (CAPER), information in our electronic databases, and financial statements. Our review primarily focused on the 2015 program year, which covered August 1, 2015 through July 31, 2016. The review was conducted in accordance with the requirements of 24 CFR 91.525.

Enclosed is a Program Year Review report outlining the Town's overall performance. You should make this document available to the public as established in your citizen participation plan. The Town's Planning Department staff members continually seek guidance and instruction in order to maintain compliance with HUD programs.

If you have any questions regarding this correspondence, please contact Rose Marie Canestro, Community Planning and Development Representative, on 716-551-5755, extension 5833 or via e-mail at rosemarie.b.canestro@hud.gov.

Sincerely,

Joan K. Spilman
Field Office Director

Enclosure

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

U.S. Department of Housing & Urban Development
Buffalo, New York Office



Annual Community Assessment Report

**Community Development Block Grant Program
(CDBG)
Town of Greece, New York**

Period Covered: August 1, 2015 - July 31, 2016

INTRODUCTION

As a recipient of grant funds provided by the Department of Housing and Urban Development (HUD), each jurisdiction that has an approved consolidated plan shall annually review and report to HUD on the progress it has made in carrying out its strategic plan and its action plan. The performance report is submitted to HUD in the form of the Consolidated Annual Performance and Evaluation Report (CAPER).

HUD has the responsibility to review the CAPER report and the performance for each jurisdiction on an annual basis. In conducting performance reviews, HUD will primarily rely on information obtained from the recipient's performance report, records maintained, findings from monitoring, grantee and subrecipient audits, audits and surveys conducted by the Inspector General and financial data regarding the amount of funds remaining in the line of credit plus program income. HUD may also consider relevant information pertaining to a recipient's performance gained from other sources, including litigation, citizen comments, and other information provided by or concerning the recipient. A recipient's failure to maintain records in the prescribed manner may result in a finding that the recipient has failed to meet the applicable requirement to which the records pertain. Such information along with grantee input is considered in HUD's annual assessment in order to make a determination that a grantee has the continuing capacity to administer HUD programs.

In the assessment of your community's performance, this report is prepared to provide feedback on your community's performance in the delivery of HUD's Community Development Programs. This report is presented in two sections. Section I provides a general summary related to your planning and performance reporting. Section II provides general overview related to specific program progress and performance.

Section I: Planning and Reporting

2015 Programs and Funding Amount: CDBG: \$402,884.00

Compliance with Consolidated Plan and 2015 Annual Action Plan

It was determined that the Town followed its HUD-approved Consolidated Plan and Annual Action Plan during the 2015 program year, consistent with the Town's stated program goals and objectives. Funding during the 2015 program year was directed toward accomplishing the following objectives and priorities:

1. Replacement of deteriorated or obsolete public infrastructure systems, most often found in Greece's older neighborhoods
2. Preservation of Greece's large number of older housing units, usually occupied by lower-income homeowners
3. Meeting the service requirements of three groups of town residents: the frail and isolated elderly, lower-income residents dealing with housing related issues, and persons with disabilities.

**U.S. Department of Housing & Urban Development
Buffalo, New York Office**



Program Year Review Report

**Community Development Block Grant Program
(CDBG)
Town of Greece, New York**

Period Covered: August 1, 2015 - July 31, 2016

INTRODUCTION

As a recipient of grant funds provided by the Department of Housing and Urban Development (HUD), each jurisdiction that has an approved consolidated plan shall annually review and report to HUD on the progress it has made in carrying out its strategic plan and its action plan. The performance report is submitted to HUD in the form of the Consolidated Annual Performance and Evaluation Report (CAPER).

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Section I-Planning and Reporting

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2. Preservation of Greece's large number of older housing units, usually occupied by lower-income homeowners
3. Meeting the service requirements of three groups of town residents; the frail and isolated elderly, lower-income residents dealing with housing related issues, and persons with disabilities.

Accuracy of Performance Reports

A Consolidated Annual Performance and Evaluation Report (CAPER) is due 90 days after the Town completes their 2015 program year. The Town's CAPER for 2015 was received by the HUD Buffalo Field Office on October 28, 2016. The report was received on time, determined to be substantially complete, and accurately described the Town's performance throughout the program year. More detailed information about accomplishment highlights can be found in Section II of this report.

Section II-Formula Program Assessment Community Development Block Grant

Summary of Performance Indicators and Accomplishments

Activities: Program activities were adequately described during the reporting period. CDBG funds were spent on activities that were eligible under program rules. The following highlights activities and accomplishments that were completed during the program year based on the Town's stated objectives and priorities.

- **Public Work Improvements Program:** This project consisted of improvements to a residential street located on Forghain Drive South within Greece's Community Development target area. Improvements also included: apron resurfacing and sidewalk replacement.
- **Greece Residential Improvement Program (GRIP):** This ongoing housing improvement program provides grants for only essential rehabilitation projects, including health and safety repairs, accessibility improvements, structural and major system repairs, and energy conservation upgrades.
- **Elder Care Program:** These projects serve the frail and the isolated elderly.
- **Comprehensive Housing Counseling Program:** The not-for-profit Housing Council furnishes counseling services to Greece residents.
- **Safety and Security for Seniors Program (Home Safe Home):** This activity provides funding for safety assessments and minor modifications to homes owned by lower-income elderly persons.

National Objective Compliance: The CDBG program was designed to principally benefit low-moderate income persons. During the reporting period, it was determined that the Town spent 100% of their funds on activities that principally benefited low-moderate income persons.

Planning and Administration: The CDBG program rules allow the Town to spend up to 20% of their grant funds plus program income on eligible planning and administrative costs. During the reporting period, the Town was at 3.14%. This was within the 20% limit.

Public Service: The CDBG program rules allow the Town to spend up to 15% of their grant funds plus program income on eligible public service related activities. During the reporting period, the Town was at 11.25% which is within the 15% public service cap.

Program Progress and Timeliness: The CDBG program requires that the Town's unexpended CDBG funds be no more than 1.5 times their annual grant 60-days before the end of the program year. The Town was in compliance with the 1.5 timeliness test. It was determined that the Town's CDBG program was carried out in a timely manner.

Fair Housing and Equal Opportunity: The Town of Greece recently updated an Analysis of Impediments to Fair Housing Choice for their area. The Analysis includes an Action Plan to address identified impediments. The Town continues its partnership with Monroe County through membership in Monroe County's HOME Consortium to ensure implementation of the action plan.

Citizen Participation: The CAPER was made available for public review and comment for 15 days prior to submission. No public comments were received on the CAPER during the comment period.

HUD Monitoring: The Buffalo Field Office conducted an on-site monitoring review of the Town's performance on February 26, 2014. There were no concerns or findings made as a result of this review.

Financial: The Town is current with required audits and there have been no findings.

Management: The Town has experienced staff that is capable of administering and overseeing their CDBG program activities. There have not been any key staff vacancies or new hires during the reporting period.

Subrecipient Monitoring: The Town regularly monitors and evaluates subrecipients administering activities with CDBG funds.

Recommendations/Areas for Improvement:

There is one recommendation or area for follow-up/improvements noted at this time:


- The Town should continue to review activities in IDS for completeness and accuracy. The PR 02-List of Activities by Program Year and Project and PR 59-CDBG Activities at Risk and Cancelled with Draw Reports are useful tools for assessing program progress to ensure timely expenditures. If an activity is slow moving the Town could consider reallocating funds to other activities.

This report was prepared by:

Rose Marie Canestro, CPD Representative
716-551-5755 extension 5833
rosemarie.b.canestro@hud.gov

As a reminder, this report is final and will be considered the Town's Program Year Review Letter as required by HUD regulation. Consistent with the Consolidated Plan regulations, the Program Year Review Letter should be made available to the public through the Town's established citizen participation process. HUD will also make it available to citizens upon request.

PR 23 ý 26 Reports



U.S. Department of Housing and Urban Development
Office of Community Planning and Development
Integrated Disbursement and Information System
CDBG Summary of Accomplishments
Program Year: 2015

DATE: 10-06-17
TIME: 16:18
PAGE: 1

GREECE

Count of CDBG Activities with Disbursements by Activity Group & Matrix Code

Activity Group	Activity Category	Open Count		Completed Count		Program Year Count		Total Activities	
		Open Count	Open Activities Disbursed	Completed Count	Completed Activities Disbursed	Count	Count	Disbursed	Disbursed
Housing	Direct Homeownership Assistance (13)	0	\$0.00	1	\$1,250.00	1	1	\$1,250.00	
	Repar. Single-Unit Residential (14A)	3	\$163,556.39	0	\$0.00	3	3	\$163,556.39	
	Total Housing	3	\$163,556.39	1	\$1,250.00	4	4	\$164,806.39	
Public Facilities and Improvements	Street Improvements (03K)	3	\$355,279.35	0	\$0.00	3	3	\$355,279.35	
	Total Public Facilities and Improvements	3	\$355,279.35	0	\$0.00	3	3	\$355,279.35	
Public Services	Senior Services (05A)	4	\$46,293.88	1	\$3,577.04	5	5	\$49,870.92	
	Housing Counseling (05U)	0	\$0.00	1	\$0.00	1	1	\$0.00	
	Total Public Services	4	\$46,293.88	2	\$3,577.04	6	6	\$49,870.92	
General Administration and Planning	General Program Administration (21A)	2	\$35,358.38	0	\$0.00	2	2	\$35,358.38	
	Total General Administration and Planning	2	\$35,358.38	0	\$0.00	2	2	\$35,358.38	
Grand Total		12	\$600,488.00	3	\$4,827.04	15	15	\$605,315.04	

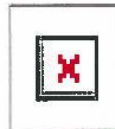
<p>U.S. Department of Housing and Urban Development Office of Community Planning and Development Integrated Ebbseuement and Information System CD85 Summary of Accomplishments Program Year: 2016 GREECE</p>				<p>CD85 Sum of Actual Accomplishments by Activity Group and Accomplishment Type</p>			
Activity Group	Matrix Code	Accomplishment Type	Open Count	Completed Count	Program Year	Total	Grand Total
Housing	Direct Homeownership Assistance (13)	Households	0	14	14	14	
	Retired, Single-Unit Residential (14A)	Housing Units	76	0	76	76	
Public Facilities and Improvements	Total Housing		76	14	90	90	
	Street Improvements (03K)	Persons	1,730	0	1,730	1,730	
	Total Public Facilities and Improvements		1,730	0	1,730	1,730	
	Senior Services (05A)	Persons	362	104	466	466	
	Housing Counseling (05U)	Households	0	16	16	16	
	Total Public Services		362	120	482	482	
			2,168	134		2,302	

CDBG Beneficiaries by Racial / Ethnic Category			
Housing-Non Housing	Race	Total Persons	Total Hispanic Persons
Housing	White	0	0
	Black/African American	0	0
	Total Housing	0	0
	White	442	5
	Black/African American	18	0
	Asian	2	0
	American Indian/Alaskan Native	3	0
	Other multi-racial	1	0
	Total Non Housing	466	5
	White	442	5
Grand Total	Black/African American	18	0
	Asian	2	0
	American Indian/Alaskan Native	3	0
	Other multi-racial	1	0
	Total Grand Total	466	5
	White	442	5
	Black/African American	18	0
	Asian	2	0
	American Indian/Alaskan Native	3	0
	Other multi-racial	1	0
Total Hispanic Households		106	2

33389

No data returned for this view. This might be because the applied filter excludes all data.

PART I: SUMMARY OF CDBG RESOURCES		
01 UNRECOVERED CDBG FUNDS AT END OF PREVIOUS PROGRAM YEAR		238,780.00
02 ENTITLEMENT GRANT		395,839.00
03 SURPLUS URBAN RENEWAL		0.00
04 SECTION 108 GUARANTEED LOAN FUNDS		0.00
05 CURRENT YEAR PROGRAM INCOME		9,075.20
05A CURRENT YEAR SECTION 108 PROGRAM INCOME (FOR SI TIE)		0.00
06 FUNDS RETURNED TO THE LINE-OF-CREDIT		0.00
06A FUNDS RETURNED TO THE LOCAL CDBG ACCOUNT		0.00
07 ADJUSTMENT TO COMPUTE TOTAL AVAILABLE		0.00
08 TOTAL AVAILABLE (SUM, LINES 01-07)		640,594.20
PART II: SUMMARY OF CDBG EXPENDITURES		
09 DISBURSEMENTS OTHER THAN SECTION 108 REPAYMENTS AND PLANNING/ADMINISTRATION		569,956.66
10 ADJUSTMENT TO COMPUTE TOTAL AMOUNT SUBJECT TO LOW/MOD BENEFIT		0.00
11 AMOUNT SUBJECT TO LOW/MOD BENEFIT (LINE 09 + LINE 10)		569,956.66
12 DISBURSED IN IDS FOR PLANNING/ADMINISTRATION		35,350.38
13 DISBURSED IN IDS FOR SECTION 108 REPAYMENTS		0.00
14 ADJUSTMENT TO COMPUTE TOTAL EXPENDITURES		0.00
15 TOTAL EXPENDITURES (SUM, LINES 11-14)		605,335.04
16 UNRECOVERED BALANCE (LINE 08 - LINE 15)		35,259.16
PART III: LOW/MOD BENEFIT THIS REPORTING PERIOD		
17 EXPENDED FOR LOW/MOD HOUSING IN SPECIAL AREAS		0.00
18 EXPENDED FOR LOW/MOD MULTI-UNIT HOUSING		569,956.66
19 DISBURSED FOR OTHER LOW/MOD ACTIVITIES		0.00
20 ADJUSTMENT TO COMPUTE TOTAL LOW/MOD CREDIT		569,956.66
21 TOTAL LOW/MOD CREDIT (SUM, LINES 17-20)		100.00%
22 PERCENT LOW/MOD CREDIT (LINE 21/LINE 11)		
LOW/MOD BENEFIT FOR MULTI-YEAR CERTIFICATIONS		
23 PROGRAM YEARS(PY) COVERED IN CERTIFICATION		
24 CUMULATIVE NET EXPENDITURES SUBJECT TO LOW/MOD BENEFIT CALCULATION		
25 CUMULATIVE EXPENDITURES BENEFITING LOW/MOD PERSONS		
26 PERCENT BENEFIT TO LOW/MOD PERSONS (LINE 25/LINE 24)		
PART IV: PUBLIC SERVICE (PS) CAP CALCULATIONS		
27 DISBURSED IN IDS FOR PUBLIC SERVICES		49,870.32
28 PS UNLIQUIDATED OBLIGATIONS AT END OF CURRENT PROGRAM YEAR		20,966.52
29 PS UNLIQUIDATED OBLIGATIONS AT END OF PREVIOUS PROGRAM YEAR		17,550.56
30 ADJUSTMENT TO COMPUTE TOTAL PS OBLIGATIONS		0.00
31 TOTAL PS OBLIGATIONS (LINE 27 + LINE 28 - LINE 29 + LINE 30)		53,286.76
32 ENTITLEMENT GRANT		395,839.00
33 PRIOR YEAR PROGRAM INCOME		5,780.00
34 ADJUSTMENT TO COMPUTE TOTAL SUBJECT TO PS CAP		0.00
35 TOTAL SUBJECT TO PS CAP (SUM, LINES 32-34)		401,599.00
36 PERCENT FUNDS OBLIGATED FOR PS ACTIVITIES (LINE 31/LINE 35)		13.27%
PART V: PLANNING AND ADMINISTRATION (PA) CAP		
37 DISBURSED IN IDS FOR PLANNING/ADMINISTRATION		35,350.38
38 PA UNLIQUIDATED OBLIGATIONS AT END OF CURRENT PROGRAM YEAR		1,601.88
39 PA UNLIQUIDATED OBLIGATIONS AT END OF PREVIOUS PROGRAM YEAR		1,416.23
40 ADJUSTMENT TO COMPUTE TOTAL PA OBLIGATIONS		0.00
41 TOTAL PA OBLIGATIONS (LINE 37 + LINE 38 - LINE 39 + LINE 40)		35,544.03
42 ENTITLEMENT GRANT		395,839.00
43 CURRENT YEAR PROGRAM INCOME		9,075.20
44 ADJUSTMENT TO COMPUTE TOTAL SUBJECT TO PA CAP		0.00
45 TOTAL SUBJECT TO PA CAP (SUM, LINES 42-44)		404,914.20
46 PERCENT FUNDS OBLIGATED FOR PA ACTIVITIES (LINE 41/LINE 45)		8.78%



Office of Community Planning and Development
U.S. Department of Housing and Urban Development
Integrated Disbursement and Information System
PD25 - CDBG Financial Summary Report
Program Year 2015
GREECE, NY

DATE: 10/17/17
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PAGE: 2

LINE 17 DETAIL: ACTIVITIES TO CONSIDER IN DETERMINING THE AMOUNT TO ENTER ON LINE 17

Report returned no data.

LINE 18 DETAIL: ACTIVITIES TO CONSIDER IN DETERMINING THE AMOUNT TO ENTER ON LINE 18

Report returned no data.

LINE 19 DETAIL: ACTIVITIES INCLUDED IN THE COMPUTATION OF LINE 19

Plan Year	IDIS Project	IDIS Activity	Voucher Number	Activity Name	Month Code	National Objective	Drawn Amount
2014	2	198	5950416	Road Reconstruction Program (CRP)	03K	L04	\$35,455.22
2014	2	199	6048911	Road Reconstruction Program (CRP)	03K	L04	\$65,386.99
2015	2	208	5950416	Public Works Improvements	03K	L04	\$13,096.48
2015	2	208	5971079	Public Works Improvements	03K	L04	\$8,577.29
2015	2	208	5988734	Public Works Improvements	03K	L04	\$101.14
2015	2	208	6048911	Public Works Improvements	03K	L04	\$48,126.01
2015	2	208	6057911	Public Works Improvements	03K	L04	\$56,582.94
2016	2	215	6057911	Public Works Improvements	03K	L04	\$126,771.09
Matrix Code							\$355,279.35
2014	5	201	5950416	Home Safe Home (HSH)	05A	L0C	\$435.48
2014	5	201	5974659	Home Safe Home (HSH)	05A	L0C	\$1,141.55
2015	5	205	5951827	Elderly Care	05A	L0C	\$13,184.41
2015	5	205	6058411	Elderly Care	05A	L0C	\$12,009.98
2015	5	207	6013335	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$516.80
2015	5	207	6018155	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$1,011.41
2016	5	214	6006778	Elderly Care	05A	L0C	\$12,941.41
2016	5	212	6006778	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$2,580.26
2016	5	212	6013335	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$8.36
2016	5	212	6040297	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$893.71
2016	5	212	6040400	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$853.96
2016	5	212	6057911	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$913.08
2016	5	212	6064000	Safety and Security for Seniors (Home Safe Home)	05A	L0C	\$1,309.00
Matrix Code							\$49,376.02
2014	4	200	5971589	Comprehensive Housing Counseling Program	13	L0H	\$1,250.00
Matrix Code							\$1,250.00
2014	1	197	5951827	Greece Residential Improvement Plan (GRIP)	14A	L0H	\$17,322.11
2014	1	197	5974576	Greece Residential Improvement Plan (GRIP)	14A	L0H	\$201.00
2014	1	197	5988734	Greece Residential Improvement Plan (GRIP)	14A	L0H	\$5,600.00
2014	1	197	6006778	Greece Residential Improvement Plan (GRIP)	14A	L0H	\$4,500.00
2014	1	197	6013335	Greece Residential Improvement Plan (GRIP)	14A	L0H	\$2,001.00
2014	1	197	6023616	Greece Residential Improvement Plan (GRIP)	14A	L0H	\$7,300.00
2015	1	204	5951827	Greece Residential Improvement Program (GRIP)	14A	L0H	\$12,859.00
2015	1	204	5961134	Greece Residential Improvement Program (GRIP)	14A	L0H	\$209.00
2015	1	204	5971079	Greece Residential Improvement Program (GRIP)	14A	L0H	\$9,800.00
2015	1	204	5988734	Greece Residential Improvement Program (GRIP)	14A	L0H	\$5,000.00
2015	1	204	6006778	Greece Residential Improvement Program (GRIP)	14A	L0H	\$8,069.00
2015	1	204	6013335	Greece Residential Improvement Program (GRIP)	14A	L0H	\$5,356.12
2015	1	204	6018155	Greece Residential Improvement Program (GRIP)	14A	L0H	\$5,356.12
2016	1	213	6018155	Greece Residential Improvement Program (GRIP)	14A	L0H	\$9,445.00
2016	1	213	6023616	Greece Residential Improvement Program (GRIP)	14A	L0H	\$5,580.00
2016	1	213	6026419	Greece Residential Improvement Program (GRIP)	14A	L0H	\$3,900.00
2016	1	213	6040297	Greece Residential Improvement Program (GRIP)	14A	L0H	\$4,600.00
2016	1	213	6046400	Greece Residential Improvement Program (GRIP)	14A	L0H	\$16,400.00
2016	1	213	6057911	Greece Residential Improvement Program (GRIP)	14A	L0H	\$16,271.08
2016	1	213	6064000	Greece Residential Improvement Program (GRIP)	14A	L0H	\$3,650.00



Office of Community Planning and Development
U.S. Department of Housing and Urban Development
Integrated Disbursement and Information System
PDCE - CDBG Financial Summary Report
Program Year 2016
GREECE, NY

DATE: 10/17/17
TIME: 14:40
PAGE: 3

Plan Year	IDIS Project	IDIS Activity	Voucher Number	Activity Name	Matrix Code	National Objective	Drawn Amount
					14A		\$483,556.39
Total							\$589,956.66

LINE 27 DETAIL: ACTIVITIES INCLUDED IN THE COMPUTATION OF LINE 27

Plan Year	IDIS Project	IDIS Activity	Voucher Number	Activity Name	Matrix Code	National Objective	Drawn Amount
2014	5	201	5930416	Home Safe Home (Utagap)	05A	LMC	\$435.48
2014	5	201	5979599	Home Safe Home (Utagap)	05A	LMC	\$2,141.88
2015	3	205	5931827	Elderly Care	05A	LPC	\$19,184.41
2015	3	205	6058411	Elderly Care	05A	LPC	\$12,008.88
2015	5	207	6013385	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$310.80
2015	5	207	6018155	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$1,071.41
2016	3	214	6005778	Elderly Care	05A	LPC	\$12,941.41
2016	4	212	6005778	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$2,680.26
2016	4	212	6013385	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$8.96
2016	4	212	6040297	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$885.71
2016	4	212	6040400	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$963.95
2016	4	212	6055741	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$983.08
2016	4	212	6064980	Safety and Security for Seniors (Home Safe Home)	05A	LPC	\$1,308.00
Total							\$483,570.82

LINE 37 DETAIL: ACTIVITIES INCLUDED IN THE COMPUTATION OF LINE 37

Plan Year	IDIS Project	IDIS Activity	Voucher Number	Activity Name	Matrix Code	National Objective	Drawn Amount
2015	6	209	5951827	General Administration	21A		\$11,318.32
2015	6	209	5971079	General Administration	21A		\$2,000.00
2015	6	209	5988734	General Administration	21A		\$68.33
2015	6	209	6008778	General Administration	21A		\$2,238.61
2016	5	211	6008778	General Administration	21A		\$9,764.25
2016	5	211	6058411	General Administration	21A		\$8,472.87
Total							\$35,356.38

Residential Development in the Town of Greece

Residential Development in the Town of Greece

(Proposed & Under Construction)

- 2451-2455 Latta Road: Apple Latta (a partnership of Morgan Mgt. & Angelo Ingrassia) is building Orchard View Apartments (80 market rate townhouses for rent to senior citizens, and 360 market rate garden apartments for rent to seniors). Leasing of the units has recently begun.
- GBC Parkway: Rochester's Cornerstone Group is building of Phase 2 of Cornerstone Pointe Apartments (66 below-market rate apartments for senior citizens).
- 839 North Greece Road: Ron Berardi is building 28 market rate duplexes for rent to senior citizens.
- West of Kirk Road: Ancor LLC (Joe Scortino) still is building Lantana Estates subdivision (patio homes for senior citizens), Section 2 (9 houses). 50 total houses approved for the subdivision.
- West of Kirk Road: Ancor LLC (Joe Scortino) is building Lantana Estates subdivision (patio homes for senior citizens), Section 6 (5 houses). 50 total houses approved for the subdivision.
- Janes Road at NYS Route 390: Faber Homes (Bernie Iacovangelo) still is building the Regency Park subdivision, Section 3 (51 houses). 206 total houses approved for the subdivision.
- South of Janes Road, East of Long Pond Road: Alaimo Enterprises will be proposing Legends Villas subdivision, Section 8 (36 houses), for approval soon. 131 total houses approved for the subdivision.
- South of Janes Road, East of Long Pond Road: Alaimo Enterprises has Legends West subdivision, Section 7 under construction (16 houses). 142 total houses approved for the subdivision.
- West of Flynn Road, North of Post Avenue: Sortino Builders (Joe Sortino) is finishing the Crescent Park subdivision, Section 10 (21 houses). 189 total houses approved for the subdivision.
- West of Flynn Road, South of Post Avenue: Timberland Development (Jim Kartes) still is building Avery Park subdivision, Section 6 (11 houses). 132 total houses approved for the subdivision.
- West of Flynn Road, South of Post Avenue: Timberland Development (Jim Kartes) will soon begin Avery Park subdivision, Section 7 (16 houses). 132 total houses approved for the subdivision.
- East of North Greece Road, North of Latta Road: North Greece LLC (Jay Wegman) still is building Fieldstone Villas subdivision, Section 3 (29 houses). 100 total houses approved for the subdivision.
- East of North Greece Road, North of Latta Road: Horizon Homes (Jay Wegman) still is building Fieldstone Estates subdivision, Section 7 (11 houses). 123 total houses approved for the subdivision.
- Off the northern stub end of Guinevere Drive: Crosstown Construction (Rudy Neufeld) has received conditional approval of the English Oaks subdivision (15 lots on 6.5± acres).
- South of Peck Road: Ben-Fall Development (Bruno & Mark Fallone) still is building Stonewood Manor, Section 4 (14 houses). 64 total houses approved for the subdivision.

- 2825 & 2839 Ridgeway Avenue: Marc-Mar Homes, Inc. (Bruno & Mark Fallone) still is building the Woods at Canal Path, Section 2 (7 houses).
- South of Mill Road, West of North Greece Road: Tra-Mac Builders (Tom Thomas) still building Images West Section 8 (14 houses). 213 total houses approved for the subdivision.

Town of Greece FY 2016 Auditor's Report

TOWN OF GREECE, NEW YORK

**Basic Financial Statements
for the Year Ended December 31, 2016
Together with
Independent Auditor's Report**

Bonadio & Co., LLP
Certified Public Accountants

TOWN OF GREECE, NEW YORK

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INDEPENDENT AUDITOR'S REPORT

April 12, 2017

To the Town Board of the
Town of Greece, New York:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Greece, New York (the Town), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

(Continued)

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INDEPENDENT AUDITOR'S REPORT
(Continued)

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town, as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and schedules of funding progress, contributions-pension plans, and proportionate share of the net pension liability (asset) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining nonmajor fund financial statements and combining discretely presented component unit financial statements are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining nonmajor fund and combining discretely presented component unit financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and combining discretely presented component unit financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 12, 2017, on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

TOWN OF GREECE, NEW YORK

MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2016 (UNAUDITED)

The following is management's discussion and analysis of the Town of Greece's (the Town's) financial performance for the fiscal year ended December 31, 2016. This section is a summary of the Town's financial activities based on current known facts, decisions, and conditions. It is also based on both the government-wide and fund financial statements. This section is only an introduction and should be read in conjunction with the Town's financial statements, which immediately follow this section.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts: management's discussion and analysis (this section), the basic financial statements including the notes to financial statements, required supplementary information, and an optional section that presents combining statements for non-major governmental funds and discretely presented component units. The basic financial statements include two kinds of statements that present different views of the Town, government-wide and fund financial statements.

Government-Wide Financial Statements

The government-wide statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies.

The *statement of net position* presents information on all of the Town's assets and deferred outflows of resources and liabilities and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The *statement of activities* and change in net position presents information showing how the government's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods such as uncollected taxes and earned but unused vacation leave.

The government-wide financial statements of the Town are divided into two categories:

- Governmental Activities - Most of the Town's basic services are included here, such as police, public works, parks departments, and general administration. Property taxes, sales taxes, mortgage taxes, franchise fees and state and federal grants finance most of these activities.
- Component Units - The Town's discretely presented component unit reports the activities of Munipro, Inc. which is described in detail in the notes to the financial statements. Although legally separate, the component unit is important because the Town is financially accountable. There are also separately issued financial statements for Munipro, Inc.

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Fund Financial Statements

The fund financial statements provide detailed information about the Town's most significant funds, not the Town as a whole. Funds are accounting devices that the Town uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by State law and by bond covenants. The Town Board establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The Town has three kinds of funds:

- Governmental Funds - Most of the Town's basic services are included in governmental funds, which focus on how cash and other financial assets that can be readily converted to cash, flow in and out and the balances remaining at year-end that are available for future allocation. The governmental funds financial statements provide a detailed short-term view that helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the government-wide financial statements, there is additional information in the subsequent pages that explains the relationship or differences between them.
- Proprietary Funds - Proprietary funds, like the government-wide financial statements, provide both long-term and short-term financial information. The Town's Self-Insurance Fund is accounted for using the accrual basis of accounting, where revenues are recorded when earned and expenses are recorded when incurred.
- Fiduciary Funds - The Town is the trustee, or fiduciary, for assets that because of a trust agreement can be used only for the trust beneficiaries. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the Town's fiduciary activities are reported in a separate statement of fiduciary net position and, when applicable, a statement of changes in fiduciary net position. We exclude these activities from the Town's government-wide financial statements because the Town cannot use these assets to finance its operations.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

The combining statements referred to earlier in connection with non-major governmental funds and discretely presented component units are presented immediately following the notes to the financial statements.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Assets and deferred outflows or resources of the Town's governmental activities exceeded liabilities by \$(117,247,011) at the close of 2016. The Town's assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position are summarized in Table 1 and the changes in net position are summarized in Table 2.

Table 1

**Statement of Net Position
For the Years Ended
December 31, 2016 and 2015
(In thousands)**

	2016	2015
ASSETS:		
Current assets	\$ 23,916	\$ 24,660
Capital assets, net	<u>150,266</u>	<u>139,402</u>
Total assets	<u>174,181</u>	<u>164,062</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>20,887</u>	<u>4,559</u>
LIABILITIES:		
Current liabilities	13,116	2,088
Due within one year	3,526	3,823
Due in more than one year	<u>57,888</u>	<u>40,363</u>
Total liabilities	<u>74,530</u>	<u>46,274</u>
DEFERRED INFLOWS OF RESOURCES	<u>3,291</u>	<u>595</u>
NET POSITION:		
Net investment in capital assets	119,983	116,180
Restricted	546	479
Unrestricted	<u>(3,282)</u>	<u>5,093</u>
Total net position	<u>\$ 117,247</u>	<u>\$ 121,752</u>

In Table 1, total assets were approximately \$174,181,000 and \$164,062,000 at December 31, 2016 and 2015, respectively. The increase of \$10,120,000 in total assets is the result of the capital asset additions related to the construction of the Braddock Bay Lodge and the Police Station.

Total liabilities increased by approximately \$28,256,000 due primarily to the increase in the post-employment liabilities from the prior year. Post-employment liabilities totaled approximately \$22,986,000 and consisted of net pension liability related to the employees' retirement system increased \$15,895,000, an increase in the deferred outflow of resources related to pensions of \$2,696,000, and an annual OPEB cost of \$4,395,000. Additionally, the Town had a Bond Anticipation Note of \$9,990,000 offset by the current year principal payments of \$2,854,000 and a decrease in judgment and claims payable of approximately \$236,000.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE (Continued)

Table 2

Changes in Net Position For The Years Ended December 31, 2016 and 2015 (In thousands)

	<u>2016</u>	<u>2015</u>
REVENUES:		
Program revenues -		
Charges for services	\$ 9,945	\$ 9,515
Operating grants and contributions	1,184	1,171
Capital grants and contributions	325	799
General revenues -		
Real property taxes and tax items	33,536	33,147
Nonproperty tax items	8,828	8,426
Other grants and contributions	2,038	2,296
Other revenues	<u>1,269</u>	<u>3,039</u>
Total revenues	<u>57,125</u>	<u>58,393</u>
EXPENSES:		
Program expenses -		
General government support	9,797	10,086
Public safety	30,291	21,462
Transportation	9,781	13,653
Economic assistance and opportunity	47	35
Culture and recreation	6,071	5,721
Home and community services	5,097	4,940
Interest expense	<u>547</u>	<u>739</u>
Total expenses	<u>61,630</u>	<u>56,636</u>
Change in net position	<u>\$ (4,505)</u>	<u>\$ 1,757</u>

In 2016, the expenses of all governmental activities were approximately \$61,630,000. The amount that taxpayers ultimately financed for these activities through Town real property taxes and real property tax items was approximately \$39,115,000 or 63.47%.

Revenues of the Town's primary government decreased 2.17% from approximately \$58,393,000 to \$57,125,000, primarily due to a decrease in the net proceeds from the sale of property, a significant decrease the charges for services related to Home and Community Services and Transportation and an increase in the property tax revenues for the year.

Expenses of the Town's primary government increased 8.10%, from approximately \$56,636,000 to \$61,630,000 due to increased spending in several areas, particularly, public safety, transportation, home and community services, and culture and recreation.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE (Continued)

Capital Assets

At the end of 2016, the governmental activities of the Town had approximately \$150,265,000 in capital assets. This amount represents an increase (including additions, net of disposals and depreciation) of approximately \$10,863,920, or 7.2%, over last year. Depreciation expense of approximately \$6,082,000 has been recorded in the current year. Additional information on the Town's capital assets can be found in the notes to the financial statements.

2016 significant capital asset additions included the following:

- \$6,390,000 in infrastructure improvements, including roads, sidewalks, and sewers.
- \$1,005,000 in machinery and equipment.
- \$826,000 in building improvements.
- \$8,791,000 in construction in progress.

Long-Term Liabilities

At December 31, 2016, the Town had total long-term serial bonds payable totaling \$20,382,481 inclusive of premiums totaling \$148,095, and a discount of \$24,614. Total serial bonds outstanding decreased by approximately \$2,810,000.

At December 31, 2016, the Town's compensated absences balance amounted to approximately \$1,795,000. This represents a net decrease of approximately \$89,000 from the prior year.

At December 31, 2016, the Town's other postemployment benefits balance amounted to approximately \$19,969,000. This represents a net increase of approximately \$4,395,000 from the prior year.

Additional information on the Town's long-term debt can be found in the notes to the financial statements.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

General Fund

The General Fund is the Town's main operating fund. This fund is used to account for all Town operations that are not financed by a special revenue source or accounted for in another fund. It includes all general Town offices, police, justice courts, recreation, safety inspection and other general services.

The General Fund experienced an increase in fund balance of approximately \$490,000 for 2016 because revenues of approximately \$42,857,000 exceeded expenditures of approximately \$42,367,000. Primary revenue sources for the General Fund include property tax and property tax items of approximately \$21,799,000, nonproperty tax items of approximately \$8,822,000 and aid from other governments of approximately \$2,249,000. Major expenditures of the General Fund include public safety of approximately \$18,431,000 and general government support of approximately \$8,529,000.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS (Continued)

Highway Fund

The Highway Fund is a special revenue fund where the activity for the Town's Department of Public Works is recorded. The Highway Fund had an increase in fund balance of approximately \$911,000 for 2016. The Highway Fund had revenues of approximately \$10,979,000, which is comprised primarily of the fund's share of property taxes (approximately \$8,578,000) and intergovernmental charges (approximately \$1,242,000). The Highway Fund's expenditures were approximately \$10,067,000, of which approximately \$7,497,000 was for current year transportation related costs and approximately \$1,760,000 was for debt service.

Special Lighting Fund

The Special Lighting Fund accounts for all transactions of the Town's public lighting systems. The Special Lighting Fund had revenues of approximately \$2,408,000, which is comprised primarily of the fund's share of property taxes (approximately \$2,406,000). The Special Lighting Fund's expenditures were approximately \$5,843,000 which was for current year transportation costs of approximately \$1,210,000 and the purchase of the Town's street lighting system of approximately \$4,588,000.

Capital Projects Fund

The Capital Projects Fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities or purchases. The Capital Projects Fund's expenditures were approximately \$12,230,000 which was mainly related to the current year construction costs.

Other Governmental Funds

Non-major funds include the Library Fund, Community Development, Special Drainage, Special Sewer and Special Water funds. The non-major funds had an increase in fund balance of approximately \$999,000 in 2016.

Proprietary Fund - Self-Insurance Fund

The Self-Insurance fund is considered a proprietary fund and is used to accumulate reserves to offset claims and judgment losses in lieu of purchasing insurance coverage. The fund does not generate operating revenues, but is funded by transfers from other funds and insurance recovery money. In 2016, the fund had an increase in fund balance of approximately \$140,000.

GENERAL FUND BUDGETARY HIGHLIGHTS

- The Town's General Fund actual non-property tax revenues were approximately \$8,822,000 and exceeded the modified budget of \$8,525,000 by approximately \$297,000 primarily due to additional Sales Tax receipts.
- The Town's General Fund actual public safety expenditures were approximately \$18,751,000 and were under the modified budget of \$19,924,000 by approximately \$858,000 primarily due to savings program expenses as well as salaries and benefits.

HIGHWAY FUND BUDGETARY HIGHLIGHTS

- The Town's Highway Fund actual intergovernmental charges were approximately \$1,242,000 and exceeded the modified budget of \$963,000 by approximately \$279,000 primarily due to additional road work services and snow removal services performed which was not budgeted.
- The Town's Highway Fund actual transportation expenditures were approximately \$7,699,000 and were under the modified budget of \$8,383,000 by approximately \$684,000 primarily due to decreasing fuel prices and decreases in salaries and benefits.

SPECIAL LIGHTING FUND BUDGETARY HIGHLIGHTS

- The Town's Special Lighting Fund actual \$5,843,000 expenditures were under the modified budget of \$6,647,000 by approximately \$804,000 primarily due the budgeted reduction in the Interfund loan that resulted in a reduction to the Interfund liability rather than a current year expenditure to the Town.

ECONOMIC FACTORS

Property values remained strong and together with new developments, the total taxable assessed valuation grew from \$5,073,200,000 to \$5,110,238,000, an increase of just under 1%. The Town's operating budget for 2016 totals \$56,058,110 which is approximately \$605,785 less than the 2015 budget. This has allowed the Town to eliminate the use of fund balance in the 2016 operating budget while not increasing the Town's tax rate.

CONTACTING THE TOWN'S FINANCE DEPARTMENT

These financial statements are designed to report to and provide the Town's citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's financial operations and to demonstrate the Town's accountability for the money it receives.

If you have any questions about these statements or need additional financial information, contact the Town of Greece Finance Department, One Vince Tofany Boulevard, Greece, New York 14612.

TOWN OF GREECE, NEW YORK

**STATEMENT OF NET POSITION
DECEMBER 31, 2016**

	Governmental Activities	Component Unit
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 18,383,886	\$ 52,655
Accounts receivable	474,758	11,729
Due from Fiduciary Activities	6,191	-
Due from other governments	3,433,292	-
Restricted cash and cash equivalents	545,964	-
Prepaid expenses	1,071,525	-
Total current assets	23,915,616	64,384
NON-CURRENT ASSETS:		
Capital assets, net	150,265,715	5,747,250
Total non-current assets	150,265,715	5,747,250
Total assets	174,181,331	5,811,634
DEFERRED OUTFLOWS OF RESOURCES		
Pension related	20,683,839	-
Deferred amount on refunding	202,705	-
Total deferred outflows of resources	20,886,544	-
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable	2,078,766	4,139
Accrued expenses	1,035,116	-
Revenue received in advance	101,660	-
Bond anticipation notes	9,900,000	-
Total current liabilities	13,115,542	4,139
LONG-TERM LIABILITIES		
Due within one year -		
Serial bonds	2,825,000	-
Accrued interest	120,002	-
Mortgages and notes	-	697,611
Claims and judgments	581,183	-
Total long-term liabilities due and payable within one year	3,526,185	697,611
Due in more than one year -		
Serial bonds	17,557,481	-
Other postemployment benefit obligations	19,968,753	-
Compensated absences	1,794,798	-
Net pension liability	18,567,009	-
Total long-term liabilities due and payable after one year	57,888,041	-
Total long-term liabilities	61,414,226	697,611
Total liabilities	74,529,768	701,750
DEFERRED INFLOWS OF RESOURCES		
Pension related	3,291,096	-
Total deferred inflows of resources	3,291,096	-
NET POSITION		
Net investment in capital assets	119,983,234	5,049,639
Restricted	545,964	-
Unrestricted	(3,282,187)	60,245
Total net position	\$ 117,247,011	\$ 5,109,884

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

STATEMENT OF ACTIVITIES AND CHANGE IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2016

Program Revenue					Net (Expense) Revenue and Changes in Net Position	
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Component Units
PRIMARY GOVERNMENT:						
Governmental activities -						
General government support	\$ 9,796,751	\$ 451,177	\$ -	\$ -	\$ (9,345,574)	
Public safety	30,290,054	1,817,854	192,747	41,599	(28,237,854)	
Transportation	9,780,948	3,648,107	557,358	233,674	(5,341,809)	
Economic assistance and opportunity	47,368	-	-	-	(47,368)	
Culture and recreation	6,071,255	656,111	143,300	50,000	(5,221,844)	
Home and community services	5,096,607	3,371,798	290,359	-	(1,434,450)	
Interest expense	546,729	-	-	-	(546,729)	
Total governmental activities	\$ 61,629,712	\$ 9,945,047	\$ 1,183,764	\$ 325,273	\$ (50,175,628)	
COMPONENT UNITS:						
Munipro, Inc.	\$ 52,801	\$ 562,179	\$ -	\$ -		\$ 509,378
Total component units	\$ 52,801	\$ 562,179	\$ -	\$ -		509,378
GENERAL REVENUES (EXPENSES):						
Taxes -						
Real property taxes					32,160,029	-
Real property tax items					1,376,229	-
Nonproperty tax items					8,827,514	-
Grants and contributions not restricted to specific programs					2,038,088	-
Use of money and property					241,598	(28,791)
Miscellaneous					369,514	-
Sale of property and compensation for loss					222,960	-
Loss on sale of capital assets					(65,353)	-
Transfers to/from Munipro, Inc.					500,000	(500,000)
Total general revenues					45,670,579	(528,791)
Change in net position					(4,505,049)	(19,413)
Net position - beginning of year					121,752,060	5,129,297
Net position - end of year					\$ 117,247,011	\$ 5,109,884

The accompanying notes are an integral part of these statements.
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TOWN OF GREECE, NEW YORK

**BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2016**

	Major Funds				Total Other Non-Major Governmental Funds	Total
	General Fund	Highway Fund	Capital Projects Fund	Special Lighting Fund		
ASSETS						
Cash and cash equivalents	\$ 8,502,216	\$ 3,263,659	\$ 1,255,310	\$ 721,678	\$ 3,729,170	\$ 17,472,033
Accounts receivable	432,274	11,651	-	961	29,872	474,758
Due from other funds	46,142	5,028	-	-	5,927	57,097
Interfund loan	3,245,000	-	-	-	-	3,245,000
Due from other governments	2,560,547	746,619	59,174	-	66,952	3,433,292
Restricted cash and cash equivalents	545,964	-	-	-	-	545,964
Prepaid expenditures	877,460	105,839	-	1,744	86,482	1,071,525
Total assets	\$ 16,209,603	\$ 4,132,796	\$ 1,314,484	\$ 724,383	\$ 3,918,403	\$ 26,299,669
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 573,642	\$ 289,218	\$ 804,668	\$ 173,164	\$ 209,116	\$ 2,049,808
Accrued expenses	790,487	151,405	-	3,744	89,480	1,035,116
Interfund loan	-	-	-	3,245,000	-	3,245,000
Due to other funds	-	-	8,588	-	42,318	50,906
Revenue received in advance	8,298	91,351	-	-	2,011	101,660
Bond anticipation note payable	-	-	9,900,000	-	-	9,900,000
Total liabilities	1,372,427	531,974	10,713,256	3,421,908	342,925	16,382,490
FUND BALANCES:						
Nonspendable	4,122,460	105,839	-	1,744	86,482	4,316,525
Restricted	545,964	-	-	-	-	545,964
Committed	3,000,000	1,000,000	-	-	838,640	4,838,640
Assigned	6,921,933	2,494,983	-	-	2,650,356	12,067,272
Unassigned	246,819	-	(9,398,772)	(2,699,269)	-	(11,851,222)
Total fund balances	14,837,176	3,600,822	(9,398,772)	(2,697,525)	3,575,478	9,917,179
Total liabilities and fund balances	\$ 16,209,603	\$ 4,132,796	\$ 1,314,484	\$ 724,383	\$ 3,918,403	\$ 26,299,669

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2016**

Total fund balance - governmental funds	\$ 9,917,179
Total net position reported for governmental activities in the statement of net position is different because:	
Other postemployment benefit obligations, net of payments made, is recorded in the statement of net position, but not recorded in the fund balance of the governmental funds.	(19,968,753)
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. The cost of those assets is \$261,571,733 and the accumulated depreciation is \$111,306,018.	150,265,715
The net position of the internal service funds are not included in the governmental fund financial statements, but are included in the governmental activities of the statement of net position.	301,712
Compensated absences are not reported as obligations under fund accounting, but are expensed in the statement of net position as the liability is incurred.	(1,794,798)
Deferred amounts on bond refunding are recorded under full accrual accounting, but are not recorded in the funds.	202,705
Accrued interest on long-term liabilities are not reported as obligations under fund accounting, but are expenses in the statement of net position.	(120,002)
Long-term liabilities, including serial bonds, are not due and payable in the current period and, therefore, are not reported as fund liabilities.	(20,382,481)
Deferred outflows/inflows of resources related to pensions are applicable to future periods and; therefore are not reported in the funds.	
Deferred outflow - pension related	20,683,839
Deferred inflow - pension related	(3,291,096)
Net pension obligations are not due and payable in the current period and; therefore are not reported in the funds.	
Pension related	(18,567,009)
Total net position of governmental activities	<u>\$ 117,247,011</u>

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Major Funds				Total Other Non-Major Governmental Funds	Total
	General Fund	Highway Fund	Capital Projects Fund	Special Lighting Fund		
REVENUES:						
Real property taxes	\$ 20,786,443	\$ 8,577,748	\$ -	\$ 2,405,695	\$ 5,968,386	\$ 37,738,272
Real property tax items	1,012,750	273,989	-	-	89,490	1,376,229
Nonproperty tax items	8,822,201	4,007	-	-	1,306	8,827,514
Departmental income	1,185,249	-	-	-	317,893	1,503,142
Intergovernmental charges	436,116	1,242,412	-	-	-	1,678,528
Use of money and property	227,722	4,945	3,042	982	4,429	241,120
Licenses and permits	853,314	44,343	-	-	-	897,657
Fines and forfeitures	287,477	-	-	-	-	287,477
Sale of property and compensation for loss	144,957	36,031	-	-	-	180,988
Miscellaneous	144,431	17,426	-	-	-	161,857
Interfund revenue	715,093	70,878	153,204	961	24,544	940,566
State and County aid	2,248,580	557,358	274,766	-	42,873	3,123,577
Federal aid	124,281	-	8,908	-	290,359	423,548
Total revenues	<u>36,988,614</u>	<u>10,829,137</u>	<u>439,920</u>	<u>2,407,638</u>	<u>6,744,191</u>	<u>57,409,500</u>
EXPENDITURES:						
General government support	8,529,426	52,196	-	-	13,845	8,595,467
Public safety	18,430,723	-	8,407,390	-	-	26,838,113
Transportation	1,124,159	7,496,818	2,572,905	5,798,318	-	16,992,200
Economic assistance and opportunity	39,541	-	-	-	-	39,541
Culture and recreation	1,900,116	-	1,180,261	-	2,648,298	5,728,675
Home and community services	1,497,201	-	69,597	-	2,827,849	4,394,447
Postemployment benefits	2,309,799	586,595	-	-	69,100	2,965,494
Debt service -						
Principal	462,000	1,540,000	-	-	808,000	2,810,000
Interest	160,857	219,982	-	45,000	175,565	621,404
Total expenditures	<u>34,473,822</u>	<u>9,895,591</u>	<u>12,230,153</u>	<u>5,843,318</u>	<u>6,542,457</u>	<u>68,985,341</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,514,792</u>	<u>933,546</u>	<u>(11,790,233)</u>	<u>(3,435,680)</u>	<u>201,734</u>	<u>(11,575,841)</u>
OTHER FINANCING SOURCES (USES):						
Transfers from Munpro, Inc.	500,000	-	-	-	-	500,000
Transfers in	5,368,069	150,000	8,498,823	1,070	1,980,433	15,998,395
Transfers out	(7,893,340)	(172,240)	(7,349,572)	-	(1,183,243)	(16,598,395)
Total other financing sources and uses	(2,025,271)	(22,240)	1,149,251	1,070	797,190	(100,000)
NET CHANGE IN FUND BALANCES	489,521	911,306	(10,640,982)	(3,434,610)	968,924	(11,675,841)
FUND BALANCES - beginning of year	14,347,655	2,689,516	1,242,210	737,085	2,576,554	21,593,020
FUND BALANCES - end of year	<u>\$ 14,837,176</u>	<u>\$ 3,600,822</u>	<u>\$ (9,398,772)</u>	<u>\$ (2,697,525)</u>	<u>\$ 3,575,478</u>	<u>\$ 9,917,179</u>

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT
OF ACTIVITIES AND CHANGE IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2016**

Net change in fund balances - governmental funds	\$ (11,675,841)
Amounts reported for governmental activities in the statement of activities and change in net position are different because:	
Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the statement of activities and change in net position reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.	17,011,518
Depreciation is recorded in the statement of activities and change in net position, but not as an expenditure of the governmental funds.	(6,082,245)
Losses on the disposal of capital assets are recorded in the statement of activities and change in net position, but not in the governmental funds.	(65,353)
Internal service funds are used by management to charge the cost of certain activities, such as self insurance and workers' compensation claims, to individual funds. The change in net position of the internal service funds is reported with governmental activities.	140,417
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	2,810,000
Proceeds from the issuance of bonds is revenue in the governmental funds, but the issuance increases long-term liabilities in the statement of net position.	28,946
Amortization of the deferred amount on refunding is not recorded as an expenditure in the governmental funds, but is recorded on the statement of activities.	(20,288)
Government funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned, net of employer contributions is reported as pension expense:	
Pension contributions	4,206,999
Cost of benefits earned, net of employee contributions	(6,449,637)
Changes in other postemployment benefit obligations, net of payments made, are recorded in the statement of activities and change in net position, but not as an expenditure of the governmental funds.	(4,395,331)
Accrued interest on bonds is an expense in the statement of activities and change in net position of the government-wide statement, but is not reported as an expenditure in the governmental funds.	74,675
Compensated absences are reported in the statement of activities and change in net position but do not require the use of current financial resources and; therefore, these are not reported as expenditures in governmental funds.	(88,909)
Change in net position of governmental activities	\$ (4,505,049)

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

**STATEMENT OF NET POSITION
PROPRIETARY FUND - INTERNAL SERVICE FUND
DECEMBER 31, 2016**

	Self Insurance Fund
ASSETS	
CURRENT ASSETS:	
Cash and cash equivalents	\$ 911,853
Total current assets	<u>911,853</u>
Total assets	<u>911,853</u>
LIABILITIES	
CURRENT LIABILITIES:	
Accounts payable	28,958
Claims and judgments payable	<u>581,183</u>
Total current liabilities	<u>610,141</u>
Total liabilities	<u>610,141</u>
NET POSITION	
UNRESTRICTED	<u>301,712</u>
Total net position	<u>\$ 301,712</u>

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

**STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION
PROPRIETARY FUND - INTERNAL SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Self Insurance Fund
OPERATING REVENUES:	
Charges for services	\$ -
Total operating revenues	-
OPERATING EXPENSES:	
Contractual services	24,485
Insurance claims and expenses	477,548
Total operating expenses	502,033
Operating loss	(502,033)
NON-OPERATING REVENUES:	
Use of money and property	478
Recoveries	41,972
Total non-operating revenue	42,450
Loss before contributions and transfers	(459,583)
TRANSFERS FROM OTHER FUNDS	600,000
CHANGE IN NET POSITION	140,417
NET POSITION - beginning of year	161,295
NET POSITION - end of year	\$ 301,712

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND - INTERNAL SERVICE FUND
DECEMBER 31, 2016**

	Self Insurance Fund
CASH FLOW FROM OPERATING ACTIVITIES:	
Payments for professional services	\$ (60,696)
Payments to employees/insurance companies	<u>(714,434)</u>
Net cash flow from operating activities	(775,130)
CASH FLOW FROM INVESTING ACTIVITIES:	
Use of money and property	<u>478</u>
CASH FLOW FROM NON-CAPITAL FINANCING ACTIVITIES:	
Transfer from other funds	600,000
Receipts from recoveries	<u>346,058</u>
	<u>946,058</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	171,406
CASH AND CASH EQUIVALENTS - beginning of year	<u>740,447</u>
CASH AND CASH EQUIVALENTS - end of year	<u>\$ 911,853</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH FLOW FROM OPERATING ACTIVITIES:	
Operating loss	\$ (502,033)
Change in assets and liabilities:	
Accounts payable	(36,211)
Claims and judgments payable	<u>(236,886)</u>
Net cash flow from operating activities	<u>\$ (775,130)</u>

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

**STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2016**

	<u>Agency Funds</u>
ASSETS	
CASH AND CASH EQUIVALENTS	\$ 4,179,584
ACCOUNTS RECEIVABLE	<u>91,545</u>
Total assets	<u>\$ 4,271,129</u>
LIABILITIES	
ACCOUNTS PAYABLE	\$ 305,488
DUE TO OTHER FUNDS	6,191
DUE TO OTHER GOVERNMENTS	<u>3,959,450</u>
Total liabilities	<u>\$ 4,271,129</u>

The accompanying notes are an integral part of these statements.

TOWN OF GREECE, NEW YORK

NOTES TO THE BASIC FINANCIAL STATEMENTS DECEMBER 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Greece, New York (the Town) are prepared in conformity with accounting principles generally accepted in the United States. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The Town's significant accounting policies are described below.

Financial Reporting Entity

The Town, which was established in 1822, is governed by the Town Law, and other general laws of the State of New York and various local laws. The Town Board is the legislative body responsible for overall operations, the Supervisor serves as Chief Executive Officer and the Director of Finance serves as Chief Fiscal Officer.

The Town provides its residents with the following basic services: general administrative services; police and law enforcement; town courts; highway maintenance; reconstruction and snow and ice control; public library; town clerk; receiver of taxes; recreation and parks; drainage; street lighting; sewer services; capital improvements; and community development. All governmental activities and functions performed by the Town are its direct responsibility.

The financial reporting entity consists of (a) the primary government which is the Town, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete as set forth in generally accepted accounting principles.

The decision to include a potential component unit in the Town's reporting entity is based on several criteria set forth by the GASB including legal standing, fiscal dependency, and financial accountability. A component unit is included in the Town's reporting entity if it is both fiscally dependent on the Town and there is a potential for the component unit to provide specific financial benefits to or impose specific financial burdens on the primary government. Based on the application of these criteria, the following is a brief review of certain entities considered in determining the Town's reporting entity.

Discretely Presented Component Unit - The Town Board approved the formation of a not-for-profit corporation, Munipro, Inc. (the Corporation), established under section 501(c)(2) of the Internal Revenue Code. The Town Board maintains the authority to appoint the Director of the Corporation. Since the Town Board has control over the Corporation, it is considered a component unit of the Town and; therefore, operating results are included in the Town's basic financial statements. There are separately issued financial statements for Munipro, Inc. Requests for more information should be addressed in writing to Town of Greece, One Vince Tofany Blvd., Greece, New York 14612.

Financial activities for the Corporation is reported using the discrete presentation method and are combined in a separate column in the Town's Statement of Net Position and Statement of Activities and Change in Net Position.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

The purpose of the Corporation is to acquire land through purchase or donation. The land is valued at acquisition at the greater of cost or fair value, plus closing costs. The Corporations prepare the land for marketability and either sell the land or enter into long-term lease agreements with unrelated entities.

Basis of Presentation

Government-Wide Financial Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. These statements distinguish between the governmental and business-type activities of the Town. Governmental activities generally are financed through taxes, intergovernmental revenues and other non-exchange transactions.

Separate financial statements are provided for governmental funds, proprietary funds, discretely presented component units and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements.

The government-wide Statement of Activities and Change in Net Position reports gross and net cost (including depreciation) of a given function segment or program, which is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or program. The Town does not allocate indirect costs. Program revenues include fees, fines, and charges paid by the recipients of goods or services offered by the programs. Operating grants include program-specific and discretionary grants while the capital grants column reflects capital-specific grants. Revenues that are not classified as program revenues, including all property taxes, sales taxes, mortgage taxes, state revenue sharing and investment earnings, are presented as general revenues.

The government-wide Statement of Net Position reports the governmental activities on a consolidated basis and reports on a full accrual, economic resources basis, which recognizes all long-term assets as well as long-term debt and obligations. The Town's net position is reported in three parts: net investment in capital assets; restricted net position; and unrestricted net position. The Town first uses restricted resources to finance qualifying activities.

The government-wide focus is on the sustainability of the Town as an entity and the change in the Town's net position resulting from the current year's activities.

Fund Financial Statements

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. GASB sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. Non-major funds by category are consolidated into a single column in the financial statements.

Separate financial statements are provided for governmental funds, proprietary funds, discretely presented component units and fiduciary funds. Each fund is accounted for by providing a separate self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Basis of Presentation (Continued)

Major Governmental Funds

The Town reports the following major governmental funds:

- **General Fund** - Every year the General Fund is considered a major fund and is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- **Highway Fund** - For the year ended December 31, 2016, the Highway Fund is required to be reported as a major fund. The Highway Fund is a special revenue fund that is used to account for the Town's Department of Public Works activities.
- **Special Lighting Fund** - For the year ended December 31, 2016, the Special Lighting Fund is required to be reported as a major fund. This Fund is used to account for the Town's lighting activities.
- **Capital Projects Fund** – For the year ended December 31, 2016, the Capital Projects Fund is required to be reported as a major fund. The Capital Projects fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities or purchases.

Non-Major Governmental Funds

The Town reports the following non-major governmental funds:

- **Special Revenue Funds**
The Special Revenue Funds are used to account for taxes, user fees, or other revenues, which are raised or received to provide special services to areas that may or may not encompass the whole Town. The following are non-major special revenue funds utilized by the Town:
 - **Community Development Fund** - The Community Development Fund is used to account for activities funded by the community development block grants received from the federal government. These activities consist primarily of public works improvements, residential and commercial rehabilitation grants, planning and management services, and program administration.
 - **Special District Funds** - The Special District Funds are used to account for the transactions of districts, which do not encompass the tax base of the entire Town. Such funds include drainage, sewer, and water districts.
 - **Library Fund** - The Library Fund is used to account for all transactions of the Town's public library.
- **Debt Service Fund** – The debt service fund accounts for the accumulation of resources for, and the payment of, general long-term principal and interest.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Proprietary Fund Types

- **Internal Service Fund**

The proprietary fund types are used to account for the financing of goods or services provided by one Town fund for the other Town funds on a cost reimbursement basis. The Self-Insurance Fund is an internal service fund used to accumulate reserve funds to account for certain claims, judgments and losses in lieu of, or in addition to, purchasing insurance coverage from an insurance company.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions.

Fiduciary Funds (Trust and Agency Funds)

Fiduciary funds are used to report assets held by the Town in a trustee or agent capacity for others and; therefore, are not available to support Town programs. These activities are not included in the government-wide financial statements because their resources do not belong to the Town and are not available for use. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Included in the trust and agency funds are the assets and liabilities of the Town Clerk, Court Clerk and Receiver of Taxes.

Basis of Accounting/Measurement Focus

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

The Town's financial statements are prepared in conformity with accounting principles generally accepted in the United States as prescribed by the GASB, which is the primary standard setting body for establishing governmental accounting and financial reporting principles.

- **Accrual Basis**

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the Town gives or receives value without directly receiving or giving equal value in exchange, include grants and donations. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements except when the elimination would distort direct costs and program revenue reported for the various functions concerned.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Basis of Accounting/Measurement Focus (Continued)

• **Modified Accrual Basis**

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Town considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after the end of the fiscal year.

Material revenues that are accrued include real property taxes, sales taxes, franchise taxes, and state and federal aid. If expenditures are the prime factor for determining eligibility, revenues from federal and state grants are accrued when the expenditure is made. General capital asset acquisitions are reported as expenditures in government funds. Proceeds of general long-term debt and bond anticipation notes redeemed from appropriations are reported as other financing sources.

Expenditures are recorded when incurred except that:

- a. Expenditures for prepaid expenses and inventory-type items are recognized at the time of disbursement.
- b. Compensated absences, such as vacation and compensatory time, which vests or accumulates, are charged as expenditures when paid.

Cash and Cash Equivalents

The Town's cash and cash equivalents include cash on hand, demand deposits and short-term certificates of deposit with maturities of three months or less from the date of acquisition.

Accounts Receivable

Accounts receivable are shown gross, with uncollectible amounts recognized under the direct write-off method. Generally accepted accounting principles require the establishment of an allowance for doubtful accounts; however, no allowance for uncollectible accounts has been provided since it is believed that such allowance would not be significant.

Due To/From Other Funds

The amounts reported on the Governmental Funds Balance Sheet as due to and due from other funds represent amounts due between different fund types (General, Highway, Special Lighting, and non-major funds). Eliminations have been made for amounts due to and due from within the same fund type. A detailed description of the individual interfund balances at year-end is provided in Note 3 to the financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Prepaid Expenditures/Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Mortgages and Notes Payable

The mortgage payable for the Town's discretely presented component units is reported as due within one year in the Statement of Net Position.

Interfund Loan

An interfund loan exists between the Special Lighting Fund and the General Fund for the purchase of the Town's street lighting system. The interfund loan is presented within the governmental fund financial statements.

Capital Assets, Net

Purchased or constructed capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, sidewalks and similar items), are reported in the applicable governmental type activity column in the government-wide financial statements. Capital assets are defined by the Town within the capitalization policy as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. Cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset's useful lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	25 - 50 years
Land improvements	20 years
Infrastructure	25 - 75 years
Machinery, equipment and vehicles	4 - 20 years

Compensated Absences

Qualified Town employees are granted vacation and sick leave and earn compensated absences in varying amounts. The liability for compensated absences has been calculated using the vesting method. In the event of termination, an employee leaving, or upon retirement, an employee is entitled to payment for accumulated vacation and unused compensated absences at various rates subject to maximum limitations. Sick leave is paid out only if the respective employee was hired prior to January 1, 1976. Estimated vacation and sick leave and compensated absences have been recorded in the government-wide financial statements.

Payments of vacation and sick leave, as recorded in the government-wide financial statements, are dependent upon many factors; therefore, timing of future payments is not readily determinable. However, management believes that sufficient resources are made available through the budgetary process for the payments of vacation and sick leave when such payments become due.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Received in Advance

Revenue received in advance arises when potential revenues do not meet both the measurable and available criteria for recognition in the current period. This occurs when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both recognition criteria are met, or when the Town has legal claim to resources, the liability for revenue received in advance is removed and revenue is recognized.

Long-Term Obligations

Long-term obligations represent the Town's future obligations or future economic outflows. The liabilities are reported as due within one year or due in more than one year in the Statement of Net Position.

Net Position - Government-Wide Financial Statements

The government-wide financial statements display net position in three components as follows:

- **Net investment in capital assets**
This net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- **Restricted Net Position**
This net position consists of resources with constraints placed on their use either by external groups such as creditors, grantors, contributors, laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position**
This net position consists of all other net position that does not meet the definition of "restricted" or "net investment in capital assets."

Fund Balances - Fund Financial Statements

The governmental fund financial statements present fund balances according to classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- **Nonspendable Fund Balances**
These are amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- **Restricted Fund Balances**
These are amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- **Committed Fund Balances**
These are amounts that can be used only for specific purposes determined by a formal action of the Town Board. The Town Board is the highest level of decision-making authority for the Town. Commitments may be established, modified, or rescinded only through resolutions approved by the Town Board, prior to the end of the year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balances - Fund Financial Statements (Continued)

- **Assigned Fund Balances**

These are amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The Town does not have a formal policy regarding the assignment of fund balances, it is at the discretion of the Town's Finance Committee to make assignments as they see fit.

- **Unassigned Fund Balances**

These are all other spendable amounts.

When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Town Board has provided otherwise in its commitment or assignment actions.

Real Property Taxes

Real property taxes are levied by the Town Board annually no later than December 31, and become a lien on January 1. Taxes are collected during the period January 1 to May 31. Interest is collected through May 31 and is retained by the Town. The County of Monroe assumes enforcement responsibility for all taxes levied in the Town which are not paid by May 31. Any such taxes remaining unpaid at year-end are re-levied as County taxes in the subsequent year.

Deferred Compensation Plan

The Town participates in New York State's Deferred Compensation Plan (the Plan). As of October 1, 1997, in accordance with generally accepted accounting principles, the New York State Deferred Compensation Board created a Trust and Custody agreement making Bank of New York the trustee and custodian of the Plan. Since the Town Board is no longer the trustee of the Plan, the Plan no longer meets criteria for inclusion in the Town's financial statements. Therefore, municipalities that participate in the New York State Deferred Compensation Plan are not required to record the value of plan assets.

Postemployment Benefits

The Town provides postemployment health insurance benefits to its retired employees and their dependents. Upon the death of the retired employee, health insurance benefits cease for the retiree's dependents. Substantially, and depending on union contractual obligations, all employees may become eligible for postemployment health insurance benefits when they reach retirement age, have worked for the Town for ten (10) years and formally retire from the New York State and Local Employees' Retirement System (ERS), the New York State and Local Police and Fire Retirement System (PFRS) and the Town. On the government-wide statements, these amounts attributable to past service have been recorded as a liability.

Interfund Transfers

Interfund transfers generally are recorded as operating transfers except for the following types of transactions: interfund revenues, which are recorded as revenues of the performing fund and expenditures of the requesting fund or reimbursements for services performed, which are recorded as a reduction of expenditures in the performing fund and an expenditure of the requesting fund. Transfers between governmental funds are reported at net as part of the reconciliation to the government-wide financial statements. Transfers between governmental funds and fiduciary funds are not reported net in the government-wide financial statements since fiduciary funds are not included in the government-wide financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Restrictions

The Town has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources are those revenues raised for the special district special revenue funds.

Insurance

The Town assumes the liability for most risk including, but not limited to, property damage and personal injury liability. Judgments and claims are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. The Town contracts with two third-party administrators to administer general liability and workers' compensation claims.

Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the Statement of Net Position will sometimes report a separate section for deferred outflows/inflows of resources. The separate financial statement element, *deferred outflows of resources*, represents a use of resources that applies to a future period and so will be recognized as an outflow (expense/expenditure) until then. The separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until then.

Estimates

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States and, as such, include amounts based on informed estimates and judgments of management with consideration given to materiality. Actual results could differ from these estimates.

Budget Policies

The Town's budget policies are as follows:

- a. The Supervisor's proposed Town budget must be filed with the Town Clerk no later than October 30th of each year. The Town Clerk is responsible for presenting the Supervisor's proposed budget to the Board members by November 5th.
- b. A public hearing is conducted by the Town Board to obtain public comment on the preliminary budget.
- c. Prior to December 20th, the Supervisor's preliminary budget must be adopted by the Town Board.
- d. Budget modifications are authorized by resolution of the Town Board. Unencumbered budgetary appropriations lapse at the close of each fiscal year with the exception of capital projects as mentioned below. Appropriations required to meet expenditures which arise from outstanding commitments, whether unencumbered or encumbered at year-end, are provided by the Board either by inclusion in the original budget for the ensuing year or by budgetary modifications in the ensuing year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budget Policies (Continued)

- e. Annual budgets for the General and Special Revenue Funds are adopted on a basis consistent with accounting principles generally accepted in the United States, except that encumbrances are treated as budgeted expenditures in the year of incurrence of the commitment to purchase. All unencumbered appropriations, except for Community Development Fund-related appropriations, lapse at the end of the fiscal year. Budgetary comparisons presented in this report are on the budgetary basis and represent the budget as modified.
- f. Capital Projects Fund appropriations are not included in the Town's annual budget. Instead, appropriations are approved through a Town Board resolution at the individual project's inception and lapse upon termination of the project. Accordingly, the Capital Projects Fund budget is not presented in the Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual, since a comparison of the budgeted amounts with the current year's expenditures would not be meaningful.
- g. Total expenditures for each object classification within a department may not legally exceed the total appropriations for that object classification.

2. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

Cash and Cash Equivalents and Investments

Town investment policies are governed by state statutes. In addition, the Town has its own written deposit and investment policy. Town monies must be deposited in FDIC-insured commercial banks or trust companies located within and authorized to do business in New York State. Permissible investments include certificates of deposit, obligations of the United States or of federal agencies whose principal and interest payments are fully guaranteed by the federal government, or of New York State, or in general obligations of the State's political subdivisions.

For purposes of reporting cash flow, cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash and near their maturity.

Demand deposits and certificates of deposit at year-end were entirely covered by FDIC insurance and collateral held by financial institutions. At December 31, 2016, cash and cash equivalents are composed entirely of demand deposit accounts, money market accounts and savings accounts. All deposits are carried at cost.

2. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (Continued)

Investment and Deposit Policy

The Town follows an investment and deposit policy, as annually adopted, the overall objective of which is to adequately safeguard the principal amount of funds invested or deposited; ensure conformance with federal, state and other legal requirements; and provide sufficient liquidity of invested funds in order to meet obligations as they become due. Oversight of investment activity is the responsibility of the Director of Finance.

Investments (included in cash equivalents) consist of the following at December 31, 2016:

Money market funds	\$ 19,651,478
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The following deposits held with one financial institution represent five percent or more of the Town's total cash and cash equivalents at December 31, 2016:

M&T Bank	\$ 19,943,324
Genesee Regional Bank	<u>4,026,518</u>
Total	<u>\$ 23,969,842</u>

Interest Rate Risk

Interest rate risk is the risk that the fair value of investments will be affected by changing interest rates.

Restricted Cash and Cash Equivalents

Certain amounts in the Town's general fund are classified as restricted cash and cash equivalents on the balance sheet because their use is limited by federal and/or state law for handicapped parking education, narcotics law enforcement and parks and recreational development. These are maintained in separate bank accounts where required.

Credit Risk

The Town's policy is to minimize the risk of loss due to failure of an issuer or other counterparty to an investment to fulfill its obligations. The Town's investment and deposit policy authorizes the Town to purchase the following types of investments:

- Obligations of the United States.
- Obligations of the State of New York.
- Special time deposit accounts.
- Certificates of deposit.
- Obligations issued pursuant to New York State Local Finance Law by any municipality, school district or district corporation other than the Town.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a failure of a depository financial institution, the reporting entity may not recover its deposits. In accordance with the Town's investment and deposit policy, all deposits of the Town including certificates of deposit and special time deposits, in excess of the amount insured under the provisions of the Federal Deposit Insurance Act (FDIA) shall be secured by a pledge of securities with an aggregate value equal to 102% of the aggregate amount of deposits. The Town restricts the securities to the following eligible items:

2. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (Continued)

Custodial Credit Risk (Continued)

- Obligations issued, fully insured or guaranteed as to the payment of principal and interest, by the United States, an agency thereof or a United States government sponsored corporation.
- Obligations partially insured or guaranteed by any agency of the United States.
- Obligations issued or fully insured or guaranteed by the State of New York.
- Obligations issued by a municipal corporation, school district or district corporation of New York State.
- Obligations of counties, cities and other governmental entities of a state other than the State of New York having the power to levy taxes that are backed by the full faith and credit of such governmental entity.

Custodial Credit Risk - Deposits

As of December 31, 2016, the bank balance of the Town's cash and cash equivalents of its primary government, including proprietary and fiduciary funds, was exposed to custodial credit risk as follows:

<u>Description</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>
Cash and cash equivalents	\$ 23,969,842	\$ 23,109,434
Category 1: Covered by FDIC insurance	\$ 4,526,518	
Category 2: Uninsured and collateral held by pledging bank	19,859,762	
Total	\$ 24,386,280	

Collateral is required for demand deposit and money market accounts at 100 percent of all deposits not covered by the federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its municipalities and towns.

Munipro, Inc.

Munipro, Inc. is incorporated as a not-for-profit organization and as such is not required to maintain collateral on its accounts but does at 102% or more. At times during the year the cash balances may exceed collateralized balances but the management of Munipro, Inc. believes the risk associated with its uninsured balances to be insignificant. As of December 31, 2016, Munipro, Inc.'s bank balance of cash and cash equivalents was exposed to custodial credit risk as follows:

<u>Description</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>
Cash and cash equivalents	\$ 52,655	\$ 52,655
Category 1: Covered by FDIC insurance	\$ 52,655	

3. RECEIVABLES

Receivables

Receivables, not including component units, are stated at net realizable value, and consisted of the following at December 31, 2016. The Town's management has deemed these amounts to be fully collectible:

<u>Description</u>	<u>Amount</u>
State and Federal aid	\$ 1,411,574
Sales tax from Monroe County	2,021,718
Miscellaneous	<u>474,758</u>
Total	<u>\$ 3,908,050</u>

Interfund Receivables, Payables, Revenues and Expenditures

Interfund receivables, payables, revenues and expenditures at December 31, 2016 were as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>	<u>Interfund Revenue Transfers</u>	<u>Interfund Expenditure Transfers</u>
General	\$ 46,142	\$ -	\$ 5,368,069	\$ 7,893,340
Highway	5,028	-	150,000	172,240
Special lighting	-	-	1,070	-
Library	1,016	-	-	-
Capital projects	-	8,588	8,498,823	7,349,572
Other non-major governmental	4,911	42,318	1,980,433	1,183,243
Self-Insurance fund	-	-	600,000	-
Trust and agency	-	6,191	-	-
Total	<u>\$ 57,097</u>	<u>\$ 57,097</u>	<u>\$ 16,598,395</u>	<u>\$ 16,598,395</u>

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. The balances result from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made.

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and move residual cash from closed projects to debt service to be used for debt payments at a later date.

The purpose of interfund transfers within a Town is to consolidate funding from multiple funds into one for the purchase of a large piece of equipment or the completion of a project that is to benefit multiple funds.

In addition to the interfund transfers, Munipro, Inc. transferred \$500,000 to the Town during the year ended December 31, 2016. This amount is recorded as an other financing source in the General Fund and a transfer out in Munipro, Inc.

3. RECEIVABLES (Continued)

Interfund Loan

An interfund loan exists between the General fund and the Special Lighting fund and was established to finance the purchase the Town lighting. On February 1, 2016 the \$4,000,000 loan was issued from the General fund to the Special Lighting fund with an interest rate of 2.50% maturing on August 1, 2022. The amounts payable for each of the years ending December 31 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 650,000	\$ 73,013	\$ 723,013
2018	581,000	58,388	639,388
2019	503,500	45,315	548,815
2020	503,500	33,986	537,486
2021	503,500	22,658	526,158
2022	<u>503,000</u>	<u>11,329</u>	<u>514,829</u>
	\$ 3,245,000	\$ 244,689	\$ 3,489,689

Interest expense related to the interfund loan was \$45,000 in 2016.

4. CAPITAL ASSETS, NET

A summary of changes in capital assets is as follows:

Type	Balance 1/1/2016	Increases	Decreases	Transfers	Balance 12/31/2016
Capital assets not being depreciated:					
Land	\$ 7,301,896	\$ -	\$ -	\$ -	\$ 7,301,896
Construction in progress	535,475	8,790,815	-	(42,039)	9,284,251
Total capital assets not being depreciated	7,837,371	8,790,815	-	(42,039)	16,586,147
Other capital assets:					
Buildings and improvements	26,892,765	825,500	-	42,039	27,760,304
Land improvements	2,069,326	-	-	-	2,069,326
Machinery, equipment and vehicles	23,661,985	1,005,140	(871,193)	-	23,795,932
Infrastructure	184,969,961	6,390,063	-	-	191,360,024
Total other capital assets	237,594,037	8,220,703	(871,193)	42,039	244,985,586
Less: Accumulated depreciation for:					
Buildings and improvements	(9,100,105)	(544,649)	-	-	(9,644,754)
Land improvements	(646,513)	(76,378)	-	-	(722,891)
Machinery, equipment and vehicles	(14,963,973)	(1,485,256)	805,840	-	(15,643,389)
Infrastructure	(81,319,022)	(3,975,962)	-	-	(85,294,984)
Total accumulated depreciation	(106,029,613)	(6,082,245)	805,840	-	(111,306,018)
Other capital assets, net	131,564,424	2,138,458	(65,353)	42,039	133,679,568
Governmental activities capital assets, net	\$ 139,401,795	\$ 10,929,273	\$ (65,353)	\$ -	\$ 150,265,715

Depreciation expense for the year ended December 31, 2016 was charged to functions/programs of the primary government as follows:

Allocation to	Amount
General government support	\$ 7,906
Public safety	109,025
Transportation	5,601,353
Culture and recreation	310,339
Home and community services	53,622
Total depreciation expense	\$ 6,082,245

5. PENSION PLAN

Plan Description

The Town participates in the New York State and Local Employees' Retirement System (ERS), the New York State and Local Police and Fire Retirement System (PFRS) and the Public Employees' Group Life Insurance Plan (collectively, the Systems). These are cost-sharing multiple-employer, public employee retirement systems. The Systems provide retirement benefits as well as death and disability benefits. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as sole trustee and administrative head of the Systems. The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of the Systems and for the custody and control of their funds. The Systems issue a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the New York State and Local Retirement Systems, 110 State Street, Albany, NY 12244.

Funding Policies

Membership, benefits, and employer and employee obligations to contribute are described in the NYSRSSL using the tier concept. Pension legislation established tier membership by the date a member last joined the Retirement System. They are as follows:

- Tier 1 - Those persons who last became members of the System before July 1, 1973.
- Tier 2 - Those persons who last became members on or after July 1, 1973, but before July 27, 1976.
- Tier 3 - Generally those persons who are State correction officers who last became members on or after July 27, 1976, and all others who last became members on or after July 27, 1976, but before September 1, 1983.
- Tier 4 - Generally, except for correction officers, those persons who last became members on or after September 1, 1983.
- Tier 5 - Those persons who last became members of the System on or after January 1, 2010.
- Tier 6 - Those persons who last became members of the System on or after April 1, 2012.

Contributions

The NYSERS is noncontributory except for employees who joined the NYSERS after July 27th, 1976, who contribute 3.0% percent of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 who generally contribute 3.0% percent of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the NYSERS' fiscal year ending March 31. Contributions for the current year and two preceding years were equal to 100 percent of the contributions required, and were as follows:

	<u>ERS</u>	<u>PFRS</u>
2016	\$ 1,995,756	\$ 2,211,243
2015	\$ 2,482,009	\$ 2,277,626
2014	\$ 2,525,667	\$ 2,213,532

\$1,071,525 of the cash paid represents amounts owed for the period January 1, 2017 through March 31, 2017 and is shown as prepaid expenditures in the accompanying balance sheet.

5. PENSION PLAN (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions

At December 31, 2016, the Town reported a net pension liability of \$8,727,384 and \$9,839,625 for its proportionate share of the NYSERS and NYSPFRS net pension liability, respectively. The net pension liability was measured as of March 31, 2016, and the total pension liability used to calculate the net pension liability was determined by the actuarial valuation as of that date. The Town's proportion of the net pension liability was based on a projection of The Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At December 31, 2016, The Town's proportion was .0543753% and .3323315% for NYSERS and PFRS, respectively, which was an increase of .0007989% and .0189756%, respectively from its proportion at share measured at December 31, 2015.

For the year ended December 31, 2016, The Town recognized pension expense of \$8,157,857. At December 31, 2016, The Town reported deferred outflows/inflows of resources related to pensions from the following sources:

ERS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 44,102	\$ 1,034,486
Changes in assumptions	2,327,330	-
Net difference between projected and actual earnings on pension plan investments	5,177,563	-
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	111,533	57,450
Contributions subsequent to the measurement date	1,496,818	-
Total	<u>\$ 9,157,346</u>	<u>\$ 1,091,936</u>
PFRS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 88,253	\$ 1,487,633
Changes in assumptions	4,241,830	-
Net difference between projected and actual earnings on pension plan investments	5,514,314	-
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	23,664	711,527
Contributions subsequent to the measurement date	1,658,432	-
Total	<u>\$11,526,493</u>	<u>\$2,199,160</u>

5. PENSION PLAN (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense for ERS and PFRS, respectively:

Plan's Year Ended March 31:

2017	\$ 1,660,976
2018	1,660,976
2019	1,660,976
2020	1,585,664
2021	-
Thereafter	-
	<u>\$ 6,568,592</u>

Plan's Year Ended March 31:

2017	\$ 1,812,376
2018	1,812,376
2019	1,812,376
2020	1,735,596
2021	496,177
Thereafter	-
	<u>\$ 7,668,901</u>

Actuarial Assumptions

The total pension liability at March 31, 2016 was determined by using an actuarial valuation as of April 1, 2015, with update procedures used to roll forward the total pension liability to March 31, 2016.

The actuarial valuation used the following actuarial assumptions for both the NYSERS and PFRS:

Actuarial cost method	Entry age normal
Inflation	2.50%
Salary scale	3.8% in ERS, 4.5% in PFRS, indexed by service
Projected COLAs	1.3% compounded annually
Decrements	Developed from the Plan's 2015 experience study of the period April 1, 2010 through March 31, 2015
Mortality improvement	Society of Actuaries Scale MP-2014
Investment Rate of Return	7.0% compounded annually, net of investment expenses

Long-term Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected return, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

5. PENSION PLAN (Continued)

Long-term Rate of Return (Continued)

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Type	Target Allocations in %	Long-Term expected real rate of return in %
Domestic Equity	38	7.30
International Equity	13	8.55
Private Equity	10	11.00
Real Estate	8	8.25
Absolute Return	3	6.75
Opportunistic Portfolio	3	8.60
Real Asset	3	8.65
Bonds & Mortgages	18	4.00
Cash	2	2.25
Inflation-Indexed Bonds	2	4.00
	<u>100%</u>	

Discount Rate

The discount rate used to calculate the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption

The following presents The Town's proportionate share of the net pension liability calculated using the discount rate of 7.0%, as well as what The Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower (6.0%) or 1% higher (8.0%) than the current rate:

	1% Decrease 6.0%	Current Discount 7.0%	1% Increase 8.0%
NYSERS Proportionate Share of Net Pension liability (asset)	\$ 19,679,618	\$ 8,727,384	\$ (526,785)
	1% Decrease 6.0%	Current Discount 7.0%	1% Increase 8.0%
NYSPPRS Proportionate Share of Net Pension liability (asset)	\$ 21,977,837	\$ 9,839,625	\$ (334,828)

5. PENSION PLAN (Continued)

Pension Plan Fiduciary Net Position (000's)

The components of the current-year net pension liability of the employers as of March 31, 2016 for ERS and PFRS respectively follow:

Total pension liability	\$ 172,303,544
Net position	<u>(156,253,265)</u>
Net pension liability (asset)	\$ 16,050,279
ERS net position as a percentage of total pension liability	90.7%
Total pension liability	\$ 30,347,727
Net position	<u>(27,386,940)</u>
Net pension liability (asset)	\$ 2,960,787
PFRS net position as a percentage of total pension liability	90.2%

6. SELF-INSURANCE FUND

The Town's self-insurance coverage applies to general liability, automobile liability, property damage, public works equipment, workers' compensation and general real property coverage. The Town has excess liability insurance protection up to \$2,000,000 for a single incident with coverage that is effective in the event that a single loss exceeds \$150,000. The excess insurance covers workers' compensation claims with no specific excess limit and employer's liability limit of \$650,000. The deductibles on the self-insurance range from \$5,000 to \$150,000 depending on the type of loss or liability. Various Town funds contributed to the Self-Insurance Fund a total of \$600,000 for the year ended December 31, 2016. As of December 31, 2016, the Self-Insurance Fund net position was \$301,712.

The Town's estimated claims liabilities payable at December 31 of each year are based on the anticipated final outcome of each claim, analyzed on a case-by-case basis. For the year ended December 31, 2016, claims and judgments payable consisted of \$160,300 for workers' compensation claims and \$420,883 for general liability claims. The workers' compensation estimated claims liabilities are based on factors such as number of lost days, scheduled award and the percentage loss of use related to specific bodily injuries. General liability claims are estimated based on many factors including past experience, damages, and other factors consistently applied within the jurisdiction. All claims are analyzed by the Town's insurance carrier who acts as the Self-Insurance Fund administrator. The Self-Insurance Fund establishes a liability for all reported insured events, which includes estimates of both future payments of losses and related allocated claims.

The following represents changes in the aggregate liabilities for the Self-Insurance Fund during 2016:

Unpaid claims and claim adjustments at the beginning of the year	\$ 818,069
Incurring claims and claim adjustment expenses:	
Provision for insured events	246,340
Payments, claims and claim adjustment expenses attributable to insured events	<u>(483,226)</u>
Total unpaid claims and claim adjustments payable at the end of year	\$ 581,183

7. LONG-TERM DEBT

Bonds Payable

At December 31, 2016, total outstanding serial bond indebtedness of the Town was \$20,382,481. The Town borrows money in order to acquire land or equipment, or for the construction of buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities are full faith and credit debt of the Town.

The governmental activities had the following bonds payable obligations changes during the year and outstanding as of December 31, 2016:

<u>Governmental Activities</u>	<u>Due Date</u>	<u>Interest Rate</u>	<u>Balance 01/01/16</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/16</u>	<u>Due in One Year</u>
Various Governmental 1999	10/15/2016	4.180%	\$ 15,000	\$ -	\$ (15,000)	\$ -	\$ -
Various Governmental 2006	9/1/2035	4.000%	550,000	-	(555,000)	-	-
Various Governmental 2010	10/1/2035	2.713%	8,534,000	-	(815,000)	7,719,000	820,000
Various Governmental 2014	11/1/2019	1.5 - 4.0%	1,540,000	-	(495,000)	1,045,000	490,000
Various Governmental 2015	6/23/2015	2.0 - 3.0%	8,255,000	-	(895,000)	7,360,000	920,000
Refunding 2015	9/1/2035	1.0 - 3.0%	4,175,000	-	(40,000)	4,135,000	920,000
Bond Premium 2014	N/A	N/A	105,667	-	(26,417)	79,450	-
Bond Premium 2015	N/A	N/A	72,459	-	(3,814)	68,645	-
Bond Discount 2015	N/A	N/A	(25,699)	-	1,285	(24,614)	-
Total			\$23,221,427	\$ -	\$ (2,838,946)	\$20,382,481	\$ 2,825,000

The amounts payable for each of the years ending December 31 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 2,825,000	\$ 498,504	\$ 3,323,504
2018	2,480,000	435,654	2,915,654
2019	2,325,000	377,754	2,702,754
2020	1,790,000	327,954	2,117,954
2021	1,680,000	289,354	1,969,354
2022 - 2026	5,345,000	953,569	6,298,569
2027 - 2031	2,385,000	465,050	2,850,050
2032 - 2035	1,429,000	95,550	1,524,550
	\$ 20,259,000	\$ 3,443,389	\$ 23,702,389

Interest expense on bonds payable was \$546,729 in 2016. In 2016, cash paid for interest was \$576,404. The accrued interest on bonds for the year ended December 31, 2016 is \$120,002.

7. LONG-TERM DEBT (Continued)

MUNIPRO, Inc. Mortgage Payable

MUNIPRO, Inc. has a mortgage payable with a bank for vacant land. The mortgage had required monthly principal payments of \$3,915, plus interest at the one month LIBOR rate plus 350 basis points annually through August 2016, at which time the remaining principal balance of \$704,695 was due and paid. The mortgage was extended and restated as of January 31, 2017 and requires monthly principal payments of \$2,901 plus interest at the one month LIBOR rate plus 350 basis points annually through February 2022, at which time the remaining principal balance of \$525,151 is due. The amount of outstanding principal on the mortgage was \$697,611 and \$736,015 at December 31, 2016 and 2015, respectively. The real property serves as collateral for the mortgage. In addition, Board of Directors of MUNIPRO, Inc. passed a resolution in April 2001 to authorize a guarantee of this mortgage with the lease agreements of MUNIPRO Inc. serving as additional collateral.

The following is a schedule of the future minimum principal payments as of December 31:

2017	\$ 30,291
2018	34,817
2019	34,817
2020	34,817
2021	34,817
Thereafter	<u>528,052</u>
	<u>\$ 697,611</u>

Cash paid for interest totaled \$28,626 and \$7,051 in 2016 and 2015, respectively.

As a stipulation of this mortgage, MUNIPRO, Inc. must be in compliance with certain debt covenants. As of December 31, 2016, MUNIPRO, Inc. has met the requirements of these covenants.

8. OTHER LONG TERM LIABILITIES

Compensated Absences

Compensated absences represent the value of the earned and unused portion of the liability for compensated absences. For governmental activities, compensated absences are liquidated by the general fund.

Changes in the year and the year-end balance of the compensated absences for the governmental activities were as follows:

	Balance 01/01/16	Net increase	Balance 12/31/16
Compensated absences	<u>\$ 1,705,889</u>	<u>\$ 88,909</u>	<u>\$ 1,794,798</u>

9. OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The Town provides continuation of medical insurance coverage to employees that retire under the Systems (see Note 6) at the same time they end their service to the Town. The plan is a single-employer defined benefit other postemployment benefit plan (OPEB). Based on collective bargaining agreements, the retiree receives this coverage for the remainder of their lives. Upon the death of the retiree, coverage ceases. Healthcare benefits for non-union employees are similar to those of union employees. The retirees' share of the calculated premium costs ranges from 0% to 100% or from \$0 to \$65 per month depending on the retirement date, age, and the length of service. The plan does not currently issue a stand-alone financial report since there are no assets legally segregated for the sole purpose of paying benefits under the plan.

The number of participants as of January 1, 2016, the effective date of the biannual OPEB valuation, follows. At December 31, 2016, there were 295 active employees and 247 retired employees covered under OPEB.

Funding and Accounting Policy

The Town currently pays for postemployment healthcare benefits on a pay-as-you-go basis. These financial statements assume that pay-as-you-go funding will continue. The accrual basis of accounting is used to recognize long-term obligations of the Town.

Annual OPEB Cost and Net OPEB Obligation

The Town's annual Other Postemployment Benefit Cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the Plan, and the changes in the Town's net OPEB obligation:

Annual Required Contribution (ARC)	\$ 7,583,513
Adjustment to ARC	(865,974)
Interest on Net OPEB Obligation	<u>622,937</u>
2016 Annual OPEB cost (expense)	7,340,476
2016 Contributions made	<u>(2,945,145)</u>
Increase in Net OPEB Obligation	4,395,331
Net OPEB obligation at December 31, 2015	<u>15,573,422</u>
Net OPEB obligation at December 31, 2016	<u>\$ 19,968,753</u>
Percentage of Annual OPEB Cost Contributed	<u>40.12%</u>

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Trend Information

The following table provides trend information for the Plan:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Actual Employer Contribution</u>	<u>Percentage Contributed</u>	<u>Net Ending OPEB Obligation</u>
2016	\$ 7,340,476	\$ 2,945,145	40.1%	\$ 19,968,753
2015	\$ 5,057,039	\$ 3,017,944	59.7%	\$ 15,573,422
2014	\$ 5,057,039	\$ 2,486,237	49.2%	\$ 13,534,327

Funded Status and Funding Progress

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Plan is currently not funded. The plan does not issue a stand-alone report as there are no assets legally separated for the plan.

The schedule of funding progress presents multiyear trend information that is useful in determining whether the actuarial value of plan assets, if any, is increasing or decreasing over time relative to the actuarial accrued liability.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan as understood by the employer and plan members and include the types of benefits provided at the time of the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2016 actuarial valuation, the following methods and assumptions were used:

Actuarial cost method	Projected Unit Credit Actuarial Cost Method
Discount rate*	4.0%
Medical care cost trend rate	6.5% initially, then reduced by decrements to an ultimate rate of 3.84% in 2076.

Unfunded actuarial accrued liability:

Amortization period	30 years
Amortization method	Level dollar
Amortization basis	Open

* As the plan is unfunded, the assumed discount rate considers that the Town's investment assets are low risk in nature, such as money market funds or certificates of deposit.

Medical Reimbursement

The Town's Medicare Part D prescription drug subsidy, which reduces the cost of retiree healthcare premiums, is accrued as revenue only in the current year. Subsidies for future years cannot be recognized as a reduction to the actuarial accrued liability.

10. BOND ANTICIPATION NOTES

Short term debt provides financing for governmental activities. The Town issued Bond Anticipation Notes (BAN) in order to finance ongoing road repair projects and equipment purchases.

The following is a summary of changes in short-term debt for the year ended December 31, 2016:

Balance, January 1, 2016	\$ -
Borrowings	9,900,000
Repayments	<u>-</u>
Balance, December 31, 2016	\$ 9,900,000

Below is a summary of bond anticipation notes outstanding as of December 31, 2016:

<u>Date Issued</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>12/31/16</u>
August 2016	August 2017	2.00%	<u>\$ 9,900,000</u>
			\$ 9,900,000

11. FUND BALANCE

As of December 31, 2016, fund balances are composed of the following:

	General Fund	Highway Fund	Capital Projects Fund	Special Lighting Fund	Non-Major Governmental Funds
Nonspendable:					
Prepaid expenditures	\$ 877,460	\$ 105,839	\$ -	\$ 1,744	\$ 86,482
Interfund loan	<u>3,245,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total nonspendable	<u>4,122,460</u>	<u>105,839</u>	<u>-</u>	<u>1,744</u>	<u>86,482</u>
Restricted:					
Handicapped parking education	39,107	-	-	-	-
Recreation - park capital improvement and acquisition	<u>506,857</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total restricted	<u>545,964</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Committed:					
Library Board	-	-	-	-	38,640
Capital reserve	<u>3,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>800,000</u>
Total Committed	<u>3,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>838,640</u>
Assigned:					
Future health insurance expenditures	1,950,000	480,000	-	-	221,000
Recreational programs	192,290	-	-	-	-
General government support	1,928	-	-	-	-
Public safety	320,204	-	-	-	-
Transportation	31,786	201,770	-	-	-
Economic assistance	3,388	-	-	-	-
Culture and recreation	35,324	-	-	-	8,898
Home and community	30,000	-	-	-	42,036
Other spendable amounts	<u>4,357,013</u>	<u>1,813,213</u>	<u>-</u>	<u>-</u>	<u>2,378,422</u>
Total assigned	<u>6,921,933</u>	<u>2,494,983</u>	<u>-</u>	<u>-</u>	<u>2,650,356</u>
Unassigned	<u>246,819</u>	<u>-</u>	<u>(9,398,772)</u>	<u>(2,699,269)</u>	<u>-</u>
Total	\$ 14,837,176	\$ 3,600,822	\$ (9,398,772)	\$ (2,697,525)	\$ 3,575,478

12. STEWARDSHIP

The Town reports its budgetary status with the actual data, including outstanding encumbrances as charges against budget appropriations. This results in the following reconciliation of fund balances computed on GAAP basis and budgetary basis.

	<u>General Fund</u>	<u>Highway Fund</u>	<u>Special Lighting Fund</u>
GAAP basis fund balance at December 31, 2016	\$ 14,837,176	\$ 3,600,822	\$ (2,697,525)
Less: Outstanding encumbrances	<u>(422,630)</u>	<u>(201,770)</u>	<u>-</u>
Budgetary basis fund balance at December 31, 2016	<u>\$ 14,414,546</u>	<u>\$ 3,399,052</u>	<u>\$ (2,697,525)</u>

Budget Basis of Accounting

Budget(s) are adopted annually on a basis consistent with accounting principles generally accepted in the United States. Appropriations authorized for the current year are increased by the amount of encumbrances carried forward from the prior year. The budget utilizes the modified accrual basis of accounting and includes:

- The programs, projects, services and activities to be carried on during the fiscal year
- The estimated revenue available to finance the operating plans
- The estimated spending requirements of the operating plan

Capital Projects Fund

The deficit of the Capital Projects fund was \$9,398,772. This deficit principally results from the ongoing capital project to construct the new Police Headquarters. In 2016, the Town financed this project with the issuance of a Bond Anticipation Note (BAN) in the amount of \$9,900,000, and the recognition of this liability caused the deficit fund balance. After the BAN is bonded, the fund balance is expected to be positive.

Special Lighting Fund

The deficit in the Special Lighting fund was \$2,699,269. The deficit principally results from the purchase of the Town's street lighting system. In 2016, the Town financed this purchase with an Interfund loan from the General fund in the amount of \$3,245,000. After the Interfund loan is repaid, the fund balance is expected to be positive.

13. COMMITMENTS AND CONTINGENCIES

Judgments and Claims

The Town is a defendant in a number of liability and assessment cases that have arisen from the normal course of Town activities. In the opinion of the Town Board and independent legal counsel, the ultimate disposition of all the liability matters should not have a material impact on the Town. The Town Board and independent legal counsel has deemed the tax assessment related cases, either individual or cumulative, to be immaterial to the financial statements.

State and Federally Assisted Programs

The Town has received grants, which are subject to audit by agencies of the state and local governments. Such audits may result in disallowance and a request for a return of funds to the federal and state governments. Based on past audits and the merits of current outstanding audits, the Town administration believes disallowances, if any, will be immaterial to the financial statements.

14. TAX ABATEMENT

The Town has multiple real property tax abatement agreements entered into by the Monroe County IDA under Article 18-A of the real property tax law. These agreements provide for abatement of real property taxes in exchange for a payment in lieu of taxes (PILOT) and are under one of five possible programs:

JobsPlus Program

Under the JobsPlus program the recipient can be manufacturers, technology-based producer service companies, commercial projects which will increase the tax assessment with new construction and the rehabilitation of existing commercial buildings that have been vacant for a long period of time. They must meet a minimum of 10% job creation goal over impacted employment within three years. The project must use all local labor for the construction of new, expanded or renovated facilities.

Enhanced JobsPlus Program

Under the Enhanced JobsPlus program the recipient can be manufacturers or technology based producer service companies. The requirements are an investment minimum of \$15 million in new plant, machinery and equipment or renovation of existing buildings, a minimum of 100 new jobs from new companies locating in Monroe County, or existing companies expanding operations within Monroe County within 3 years, and in the absence of a waiver permitting otherwise, the project must use all local labor for the construction of new, expanded or renovated facilities.

Shelter Rent

Property tax abated under the Shelter rent program is for new building or renovation projects for student or affordable housing. This program requires job creation of a minimum of 10% within 3 years as well as the use of local labor for the construction of new or renovation of facilities.

Green JobsPlus

Under the Green JobsPlus program the recipient can be manufacturers, technology-based producer service companies, or commercial projects which will increase the tax assessment with new construction. Requirements for this program are that the project must be rated as certified, gold, silver or platinum by the United States Green Building Council's Leadership in Energy and Environmental Design Green Building Rating System must meet the minimum of 10% job creation in 3 years and must use all local labor.

LeasePlus Program

For the new building construction or renovation projects for Universities and medical related facilities in which 501(c)3 entity leases from a for-profit entity. The requirements under this program are job creation of 10% within 3 years and the use of local labor.

The following information relates to the PILOT agreements entered into under the aforementioned programs:

14. TAX ABATEMENT (Continued)

Year		Total						
Began	Agreement / Property	Assessed	Tax	Tax	Regular Tax	Plot	Taxes	
		Value	Rate	Value	Amount Due	Received	Abated	
2012	North Forest Prop (Bldg. #96)	\$ 2,067,100	40%	\$ 1,246,840	\$ 13,100	\$ 7,902	\$ 5,198	
2013	North Forest Prop (Bldg. #97)	\$ 1,164,000	65%	\$ 756,600	\$ 7,377	\$ 4,795	\$ 2,582	
2012	North Forest Prop (Bldg. #99)	\$ 976,500	65%	\$ 634,725	\$ 6,189	\$ 4,023	\$ 2,166	
2012	North Forest Prop (Bldg. #101)	\$ 1,078,000	65%	\$ 700,700	\$ 6,832	\$ 4,441	\$ 2,391	
2010	North Forest Prop (Bldg. #103)	\$ 1,367,100	60%	\$ 820,260	\$ 8,664	\$ 5,198	\$ 3,466	
2008	North Forest Prop (Bldg. #105)	\$ 1,032,300	60%	\$ 619,380	\$ 6,542	\$ 3,925	\$ 2,617	
2006	Cassara Properties	\$ 601,500	100%	\$ 601,500	\$ 3,812	\$ 3,812	\$ -	
2007	BJ's Wholesale	\$ 7,270,900	95%	\$ 6,986,605	\$ 46,079	\$ 44,277	\$ 1,802	
2010	South Pointe Landing, LLC	\$ 2,814,500	35%	\$ 1,051,375	\$ 17,837	\$ 6,663	\$ 11,174	
2014	South Pointe Landing, LLC	\$ 187,500	15%	\$ 28,125	\$ 1,188	\$ 178	\$ 1,010	
2010	Unity Ridgeway, LLC	\$ 13,500,000	35%	\$ 5,212,500	\$ 85,555	\$ 33,034	\$ 52,521	
2013	LB Partners of NY LLC	\$ 1,400,000	30%	\$ 504,000	\$ 8,872	\$ 3,194	\$ 5,678	
2015	491 Elmgrove Park LLC	\$ 400,000	10%	\$ 119,200	\$ 2,535	\$ 755	\$ 1,780	
2015	TDMLSE LLC	\$ 505,400	100%	\$ 505,400	\$ 3,203	\$ 3,203	\$ -	
2005	Ocusight Real Estate	\$ 895,800	100%	\$ 895,800	\$ 5,677	\$ 5,677	\$ -	
2002	Flower City Printing	\$ 3,339,000	100%	\$ 3,339,000	\$ 21,161	\$ 21,161	\$ -	
2010	1000 Lee Road, LLC	\$ 3,003,300	50%	\$ 1,501,650	\$ 19,033	\$ 9,517	\$ 9,517	
2011	1000 Lee Road, LLC	\$ 5,825,000	46%	\$ 3,226,110	\$ 36,916	\$ 20,445	\$ 16,470	
2013	1150 Lee Rd LLC	\$ 4,500,000	30%	\$ 1,908,240	\$ 28,518	\$ 12,093	\$ 16,425	
2016	1150 Lee Rd LLC	\$ 4,750,000	100%	\$ 4,744,420	\$ 30,103	\$ 30,067	\$ 35	
2011	ZCJ Automotive Inc.	\$ 2,750,000	50%	\$ 1,525,000	\$ 17,428	\$ 9,665	\$ 7,763	
2011	Global Hospitality of Greece	\$ 11,000,000	70%	\$ 7,796,000	\$ 69,712	\$ 49,407	\$ 20,305	
2012	Greece Ridge LLC	\$ 76,087,200	100%	\$ 76,087,200	\$ 482,197	\$ 482,197	\$ -	
2012	Greece Ridge LLC	\$ 600,000	100%	\$ 600,000	\$ 3,802	\$ 3,802	\$ -	
2012	Greece Ridge LLC	\$ 4,500,000	100%	\$ 4,500,000	\$ 28,518	\$ 28,518	\$ -	
2012	Greece Ridge LLC	\$ 5,444,900	100%	\$ 5,444,900	\$ 34,507	\$ 34,507	\$ -	
2012	BTGR LLC	\$ 4,200,000	0%	\$ 2,002,400	\$ 26,617	\$ 12,690	\$ 13,927	
2013	846 LLP	\$ 4,750,000	30%	\$ 1,897,500	\$ 30,103	\$ 12,025	\$ 18,078	
2014	1700 English Rd LLC	\$ 1,500,000	20%	\$ 396,000	\$ 9,506	\$ 2,510	\$ 6,997	
2014	1867 Ridge Road LLC	\$ 3,500,000	20%	\$ 940,000	\$ 22,181	\$ 5,957	\$ 16,224	
2014	1200 Lee Road LLC	\$ 8,500,000	20%	\$ 2,548,000	\$ 53,868	\$ 16,148	\$ 37,720	
2015	Park Ridge Foundation Inc	\$ 2,300,000	10%	\$ 545,000	\$ 14,576	\$ 3,454	\$ 11,122	
2014	5 Brook Forest Path	\$ 84,000	20%	\$ 39,200	\$ 532	\$ 248	\$ 284	
2014	7 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	9 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	11 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	13 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	15 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	17 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	19 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	21 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	23 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	25 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	
2014	27 Brook Forest Path	\$ 74,000	20%	\$ 29,200	\$ 469	\$ 185	\$ 284	

The Town is also subject to Mortgage and Sales tax abatements granted by the County of Monroe Industrial Development Agency in order to increase business activity and employment in the region. The amount of mortgage tax abated in the Town of Greece for the year ended December 31, 2016 was \$91,664. The Town's portion of the mortgage tax abatement was 53% of the mortgage tax abated within the Town in 2016. The amount of sales tax abated in the Town of Greece for the year ended December 31, 2016 was \$191,883. This was 3.7% of the sales tax apportioned to the Town in 2016.

15. IMPACT OF FUTURE GASB PRONOUNCEMENTS

In June 2015, the GASB issued Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Statement No. 75 replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, establishes new accounting and financial reporting requirements for OPEB plans. The Town is required to adopt the provisions of these Statements for the year ending December 31, 2018, with early adoption encouraged.

In March 2016, GASB issued Statement No. 82, *Pension Issues-An Amendment of GASB Statements No. 67, Financial Reporting for pension Plans, No. 68, Accounting and Financial Reporting for Pensions, and No. 73 Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GAS 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. The Statement addresses issues related to the presentation of payroll related measures in required supplementary information, selection of assumptions and the treatment of deviations and classification of payments made by employers to meet employee contribution requirements. The Statement takes effect for reporting periods beginning after June 15, 2016 except for the selection of assumptions in which an employer's pension liability is measured as of a date other than the employer's most recent fiscal year-end in which the effective date is on or after June 15, 2017. Earlier adoption is encouraged.

In November 2016, the GASB issued Statement No. 83, *Certain Asset Retirement Obligations*. Statement This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. This Statement also requires disclosure of information about the nature of a government's AROs, the methods and assumptions used for the estimates of the liabilities, and the estimated remaining useful life of the associated tangible capital assets. If an ARO (or portions thereof) has been incurred by a government but is not yet recognized because it is not reasonably estimable, the government is required to disclose that fact and the reasons therefore. The Town is required to adopt the provisions of this Statement for the year ending December 31, 2019.

In January 2017, the GASB issued Statement No. 84, *Fiduciary Activities*. This Statement establishes standards of accounting and financial reporting for fiduciary activities. The requirements of this Statement apply to the financial statements of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The Town is required to adopt the provisions of this Statement for the year ending December 31, 2019.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF GREECE, NEW YORK

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

	General Fund			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)*	Variance with Final Budget Positive (Negative)
REVENUES:				
Real property taxes	\$ 20,786,443	\$ 20,786,443	\$ 20,786,443	\$ -
Real property tax items	974,631	974,631	1,012,750	38,119
Nonproperty tax items	7,975,000	8,525,000	8,822,201	297,201
Departmental income	589,172	790,972	1,185,249	394,277
Intergovernmental charges	443,000	462,200	436,116	(26,084)
Use of money and property	177,850	177,850	227,722	49,872
Licenses and permits	907,000	907,000	853,314	(53,686)
Fines and forfeitures	525,000	525,000	287,477	(237,523)
Sale of property and compensation for loss	25,000	59,088	144,957	85,869
Miscellaneous	75,000	100,000	144,431	44,431
Interfund revenues	721,862	721,862	715,093	(6,769)
State and County aid	1,988,989	2,082,013	2,248,580	166,567
Federal aid	47,000	119,514	124,281	4,767
Total revenues	35,235,947	36,231,573	36,988,614	757,041
EXPENDITURES:				
General governmental support	8,730,102	8,917,048	8,531,354	385,694
Public safety	19,468,200	19,923,555	18,750,927	1,172,628
Transportation	1,153,619	1,210,328	1,155,945	54,383
Economic assistance	46,100	51,100	42,929	8,171
Culture and recreation	1,975,677	1,988,014	1,935,440	52,574
Home and community services	1,671,824	1,683,079	1,527,201	155,878
Postemployment benefits	2,518,552	2,518,552	2,309,799	208,753
Debt service -				
Principal	447,000	462,000	462,000	-
Interest	214,120	180,870	180,857	13
Total expenditures	36,225,194	36,934,546	34,896,452	2,038,094
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(989,247)	(702,973)	2,092,162	2,795,135
OTHER FINANCING SOURCES (USES):				
Transfers from Munipro, Inc.	600,000	600,000	500,000	(100,000)
Operating transfers - in	860,000	5,105,000	5,368,069	263,069
Operating transfers - out	(470,753)	(7,893,340)	(7,893,340)	-
Total other financing sources (uses)	989,247	(2,188,340)	(2,025,271)	163,069
NET CHANGE IN FUND BALANCE	\$ -	\$ (2,891,313)	66,891	\$ 2,958,204
FUND BALANCE - beginning of year			14,347,655	
FUND BALANCE - end of year			\$ 14,414,546	

* - Actual expenditures on the budgetary basis include encumbrances outstanding at year end.

TOWN OF GREECE, NEW YORK

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Highway Fund			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)*	Variance with Final Budget Positive (Negative)
REVENUES:				
Real property taxes	\$ 8,577,748	\$ 8,577,748	\$ 8,577,748	\$ -
Real property tax items	245,524	245,524	273,989	28,465
Nonproperty tax items	-	-	4,007	4,007
Intergovernmental charges	948,000	963,000	1,242,412	279,412
Use of money and property	5,000	5,000	4,945	(55)
Licenses and permits	50,000	50,000	44,343	(5,657)
Sale of property and compensation for loss	50,000	50,000	36,031	(13,969)
Miscellaneous	10,000	10,000	17,428	7,428
Interfund revenues	67,200	217,200	70,876	(146,324)
State and County aid	435,000	454,085	557,358	103,273
Total revenues	<u>10,388,472</u>	<u>10,572,557</u>	<u>10,829,137</u>	<u>256,580</u>
EXPENDITURES:				
General governmental support	59,936	59,936	52,196	7,740
Transportation	8,089,046	8,382,919	7,698,588	684,331
Postemployment benefits	532,354	586,595	586,595	-
Debt service -				
Principal	1,530,000	1,540,000	1,540,000	-
Interest	<u>227,243</u>	<u>219,982</u>	<u>219,982</u>	<u>-</u>
Total expenditures	<u>10,438,579</u>	<u>10,789,432</u>	<u>10,097,361</u>	<u>692,071</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>(50,107)</u>	<u>(216,875)</u>	<u>731,776</u>	<u>948,651</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers - in	150,000	150,000	150,000	-
Operating transfers - out	<u>(99,893)</u>	<u>(172,240)</u>	<u>(172,240)</u>	<u>-</u>
Total other financing sources (uses)	<u>50,107</u>	<u>(22,240)</u>	<u>(22,240)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ -	\$ (239,115)	709,536	\$ 948,651
FUND BALANCE - beginning of year			<u>2,689,516</u>	
FUND BALANCE - end of year			<u>\$ 3,399,052</u>	

* - Actual expenditures on the budgetary basis include encumbrances outstanding at year end.

TOWN OF GREECE, NEW YORK

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL LIGHTING FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Special Lighting Fund			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)*	Variance with Final Budget Positive (Negative)
REVENUES:				
Real property taxes	\$ 2,405,695	\$ 2,405,695	\$ 2,405,695	\$ -
Use of money and property	1,250	1,250	982	(268)
Miscellaneous	-	-	961	961
Total revenues	2,406,945	2,406,945	2,407,638	693
EXPENDITURES:				
Transporation	1,606,945	5,846,944	5,798,318	48,626
Debt service -				
Principal	800,000	755,000	-	755,000
Interest	-	45,000	45,000	-
Total expenditures	2,406,945	6,646,944	5,843,318	803,626
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	-	(4,239,999)	(3,435,680)	804,319
OTHER FINANCING SOURCES (USES):				
Operating transfers - in	-	-	1,070	1,070
Total other financing sources (uses)	-	-	1,070	1,070
NET CHANGE IN FUND BALANCE	\$ -	\$ (4,239,999)	(3,434,610)	\$ 805,389
FUND BALANCE - beginning of year			737,085	
FUND BALANCE - end of year			\$ (2,697,525)	

* - Actual expenditures on the budgetary basis include encumbrances outstanding at year end.

TOWN OF GREECE, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS PLAN
FOR THE YEAR ENDED DECEMBER 31, 2016

Actuarial Valuation Date	Year Ended	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded AAL (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	((b-a)/c) UAAL as a percentage of Covered Payroll
January 1, 2016	December 31, 2016	\$ -	\$ 81,090,466	\$ 81,090,466	0.00%	\$ 20,688,744	392.0%
January 1, 2014	December 31, 2015	\$ -	\$ 59,149,043	\$ 59,149,043	0.00%	\$ 22,269,561	265.6%
January 1, 2014	December 31, 2014	\$ -	\$ 59,149,043	\$ 59,149,043	0.00%	\$ 23,496,726	251.7%

TOWN OF GREECE, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY (ASSET)
FOR THE YEAR ENDED DECEMBER 31, 2016

NEW YORK STATE EMPLOYEES' RETIREMENT SYSTEM PLAN - ERS	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Proportion of the net pension liability (asset)		0.05%								
Proportionate share of the net pension liability (asset)	\$ 8,727	\$ 1,809								
Covered-employee payroll	\$ 13,085	\$ 13,808								
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	66.69%	13.10%								
Plan fiduciary net position as a percentage of the total pension liability (asset)	90.70%	97.90%								

NEW YORK STATE EMPLOYEES' RETIREMENT SYSTEM PLAN - PFRS	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Proportion of the net pension liability (asset)		0.33%								
Proportionate share of the net pension liability (asset)	\$ 9,839	\$ 863								
Covered-employee payroll	\$ 9,811	\$ 9,557								
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	100.29%	9.03%								
Plan fiduciary net position as a percentage of the total pension liability (asset)	90.20%	99.00%								

TOWN OF GREECE, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
SCHEDULE OF CONTRIBUTIONS - PENSION PLANS
FOR THE YEAR ENDED DECEMBER 31, 2016

NEW YORK STATE EMPLOYEES' RETIREMENT SYSTEM PLAN - ERS	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 2,482	\$ 2,526								
Contributions in relation to the contractually required contribution	<u>2,482</u>	<u>2,526</u>								
Contribution deficiency (excess)	\$ -	\$ -								
Covered-employee payroll	\$ 13,085	\$ 13,808								
Contributions as a percentage of covered-employee payroll	18.97%	18.29%								

NEW YORK STATE EMPLOYEES' RETIREMENT SYSTEM PLAN - PFRS	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 2,277	\$ 2,214								
Contributions in relation to the contractually required contribution	<u>2,277</u>	<u>2,214</u>								
Contribution deficiency (excess)	\$ -	\$ -								
Covered-employee payroll	\$ 9,811	\$ 9,557								
Contributions as a percentage of covered-employee payroll	23.21%	23.17%								

SUPPLEMENTARY INFORMATION

TOWN OF GREECE, NEW YORK
COMBINING BALANCE SHEET
OTHER NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	Library Fund	Community Development Fund	Special Drainage Fund	Special Sewer Fund	Special Water Fund	Debt Service Fund	Total Other Non-Major Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 850,569	\$ 3,320	\$ 587,440	\$ 908,485	\$ 31,515	\$ 1,347,841	\$ 3,729,170
Accounts receivable	3,172	-	10,000	16,700	-	-	29,872
Due from other funds	1,016	-	4,911	-	-	-	5,927
Due from other governments	5,779	61,173	-	-	-	-	66,952
Prepaid expenditures	46,344	-	15,146	24,992	-	-	86,482
Total assets	\$ 906,880	\$ 64,493	\$ 617,497	\$ 950,177	\$ 31,515	\$ 1,347,841	\$ 3,918,403
LIABILITIES AND FUND BALANCES							
LIABILITIES:							
Accounts payable	\$ 29,825	\$ 22,175	\$ 1,180	\$ 155,936	\$ -	\$ -	\$ 209,116
Accrued liabilities	57,729	-	7,082	24,669	-	-	89,480
Revenue received in advance	2,011	-	-	-	-	-	2,011
Due to other funds	-	42,318	-	-	-	-	42,318
Total liabilities	89,565	64,493	8,262	180,605	-	-	342,925
FUND BALANCES:							
Nonspendable	46,344	-	15,146	24,992	-	-	86,482
Committed	139,640	-	300,000	400,000	-	-	839,640
Assigned	632,331	-	294,089	344,580	31,515	1,347,841	2,650,356
Total fund balances	817,315	-	609,235	769,572	31,515	1,347,841	3,575,478
Total liabilities and fund balances	\$ 906,880	\$ 64,493	\$ 617,497	\$ 950,177	\$ 31,515	\$ 1,347,841	\$ 3,918,403

TOWN OF GREECE, NEW YORK

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OTHER NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Library Fund	Community Development Fund	Special Drainage Fund	Special Sewer Fund	Special Water Fund	Debt Service Fund	Total Other Non-Major Governmental Funds
REVENUES:							
Real property taxes	\$ 2,795,838	\$ -	\$ 1,255,060	\$ 1,909,810	\$ 7,678	\$ -	\$ 5,968,386
Real property tax items	89,490	-	-	-	-	-	89,490
Nonproperty tax items	1,306	-	-	-	-	-	1,306
Departmental income	118,643	-	90,000	109,250	-	-	317,893
Use of money and property	2,594	-	660	1,085	18	72	4,429
Miscellaneous	23,912	-	161	471	-	-	24,544
Interfund revenue	-	-	4,911	-	-	-	4,911
State and County aid	42,873	-	-	-	-	-	42,873
Federal aid	-	290,359	-	-	-	-	290,359
Total revenues	3,074,656	290,359	1,350,792	2,020,616	7,696	72	6,744,191
EXPENDITURES:							
General government support	3,588	-	6,279	3,978	-	-	13,845
Culture and recreation	2,648,298	-	-	-	-	-	2,648,298
Home and community services	-	290,359	872,121	1,665,169	-	-	2,827,649
Post employment benefits	69,100	-	-	-	-	-	69,100
Debt service -							
Principal	210,000	-	190,000	408,000	-	-	808,000
Interest	28,450	-	53,658	93,457	-	-	175,565
Total expenditures	2,959,436	290,359	1,122,058	2,170,604	-	-	6,542,457
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	115,220	-	228,734	(149,988)	7,696	72	201,734
OTHER FINANCING SOURCES (USES):							
Transfers in	10,159	-	112,963	359,542	-	1,497,769	1,980,433
Transfers out	(2,047)	-	(682,389)	(348,807)	-	(150,000)	(1,183,243)
Total other financing sources and uses	8,112	-	(569,426)	10,735	-	1,347,769	797,190
NET CHANGE IN FUND BALANCES	123,332	-	(340,692)	(139,253)	7,696	1,347,841	998,924
FUND BALANCE - beginning of year	693,983	-	949,927	906,825	23,819	-	2,576,554
FUND BALANCE - end of year	\$ 817,315	\$ -	\$ 609,235	\$ 769,572	\$ 31,515	\$ 1,347,841	\$ 3,575,478

TOWN OF GREECE, NEW YORK

**COMBINING STATEMENT OF NET POSITION
DISCRETELY PRESENTED COMPONENT UNIT
DECEMBER 31, 2016**

	<u>Munipro, Inc.</u>
ASSETS	
Cash and cash equivalents	\$ 52,655
Accounts receivable	11,729
Capital assets - land	<u>5,747,250</u>
Total assets	<u>\$ 5,811,634</u>
LIABILITIES	
Mortgage payable	\$ 697,611
Accounts Payable	<u>4,139</u>
Total liabilities	<u>\$ 701,750</u>
NET POSITION	
Net investment in capital assets	\$ 5,049,639
Unrestricted	<u>60,245</u>
Total net position	<u>\$ 5,109,884</u>

TOWN OF GREECE, NEW YORK

**COMBINING STATEMENT OF ACTIVITIES AND CHANGE IN NET POSITION
DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 2016**

	<u>Munipro, Inc.</u>
OPERATING REVENUES:	
Charges for services	\$ 562,179
Total operating revenues	<u>562,179</u>
OPERATING EXPENSES:	
Service and supplies	<u>52,801</u>
Total operating expenses	<u>52,801</u>
Operating income (loss)	<u>509,378</u>
NON-OPERATING REVENUES (EXPENSE):	
Interest income	154
Mortgage interest income (expense)	<u>(28,945)</u>
Total non-operating revenue (expense)	<u>(28,791)</u>
Change in net position before transfers	480,587
TRANSFERS TO THE TOWN OF GREECE, NEW YORK	<u>(500,000)</u>
Change in net position after other items	(19,413)
NET POSITION - beginning of year	<u>5,129,297</u>
NET POSITION - end of year	<u>\$ 5,109,884</u>

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

April 12, 2017

To the Town Board of the
Town of Greece, New York:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Greece, New York (the Town) as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated April 12, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.